

FEBRUARY 15 2024
ISSUE NO 26
BLAKE MALLON

This **ISSUE.**

MARKET REPORT

**INTERNATIONAL
INFLUENCES**

DOMESTIC OVERVIEW

INTERNATIONAL FUTURES

DOMESTIC PRICES

**AUSTRALIAN
VEGETATION HEALTH**

WEATHER INFLUENCES

**PRECIPITATION
FORECASTS**



INTERNATIONAL

Influences

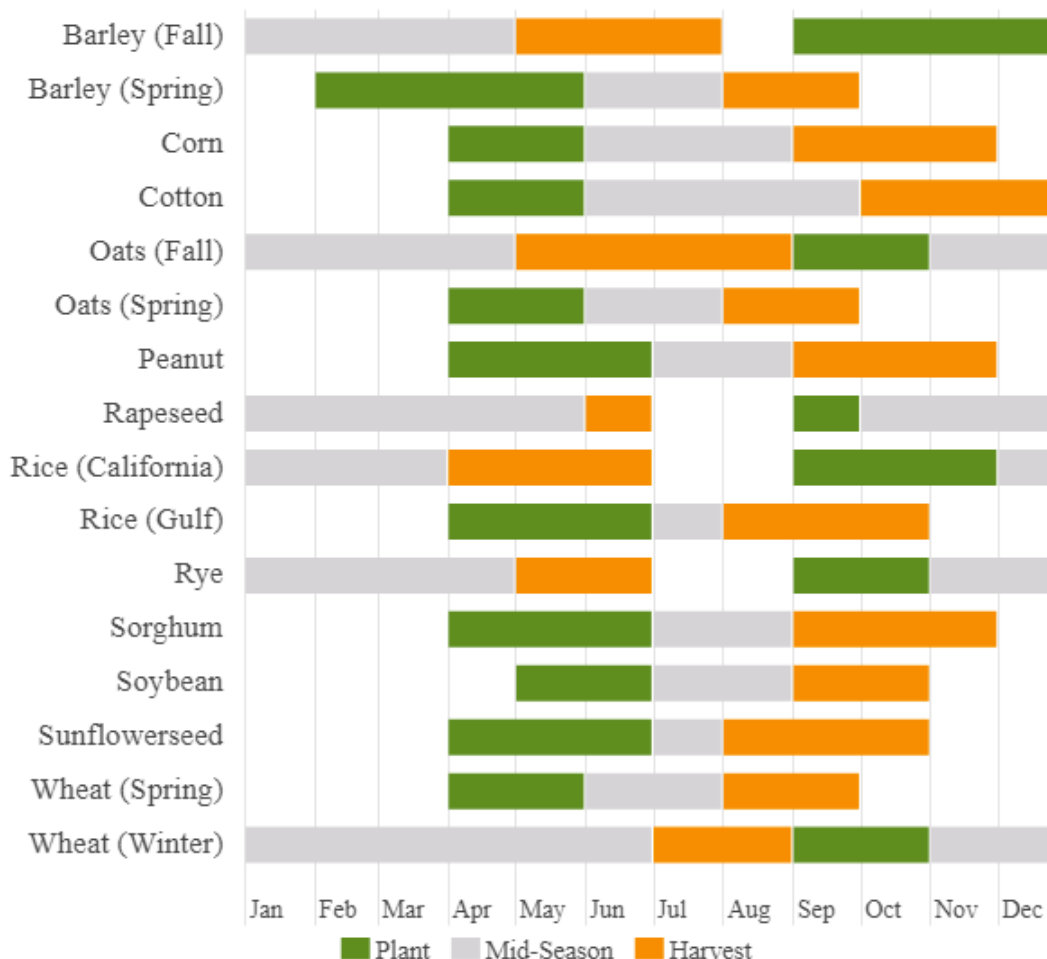
Much of the same this week for international influences. Large Black Sea and Russian stocks seem to be looming over grain markets. Ukraine seem to be exporting at full pace despite constant Russian attacks on ports and infrastructure.



All eyes are on the USDA's annual Outlook Forum release coming out 15th Feb US time. It will give an indication of soybean and corn planting acres which is the biggest grain balance sheet variable before the crop goes in the ground.

Sometime I like to have a look at various world crop calendars for perspective like this one below.

United States — Crop Calendar



DOMESTIC Overview



Domestic market prices continue to drift lower with Feb/March domestic homes hard to find. Buyers are managing to find sellers for April forward.

There has been some unsettled weather earlier this week and looks to be some summer rain activity over the next 8 days. This is great news for sorghum crops and winter crop prospects going forward.

Basis currently sits at AUD 17/mt for old and new crop. This is a low relative level, however, should the prospects for a big winter crop continue, this will likely continue to fall. In the bin busters seasons of 2021 and 2022 basis was AUD -20 and below.

Interesting to see APW1 track Newcastle prices at small if any premiums to Geelong Melbourne. With APW1 the most liquid track contract it is a good indicator that Central and Southern areas of New South Wales are at prices levels close to where export business can be done.

Key

Liquid: .Refers to market conditions where there are lots of buyers and sellers.

Basis: The difference in price between two markets once converted into a similar currency. In this context, it is ASX East Coast Wheat Futures VS CME Chicago Soft Red Wheat in AUD/mt.



INTERNATIONAL Futures Pricing

Contract Front Month	Price	USD FOB
US No 2 Hard Red Winter Wheat (HRW)	587'2	279
US No 2 Soft Red Winter Wheat (SRW)	585'6	258
EU France Grade 1 Wheat (Rouen)	207.50	226
Russian 12.5 Milling Wheat		221
ASX East Coast Wheat Futures	354.50	286(Adelaide Track Basis)
AUD/USD	0.6490	
WTI Oil	76.56	



DOMESTIC

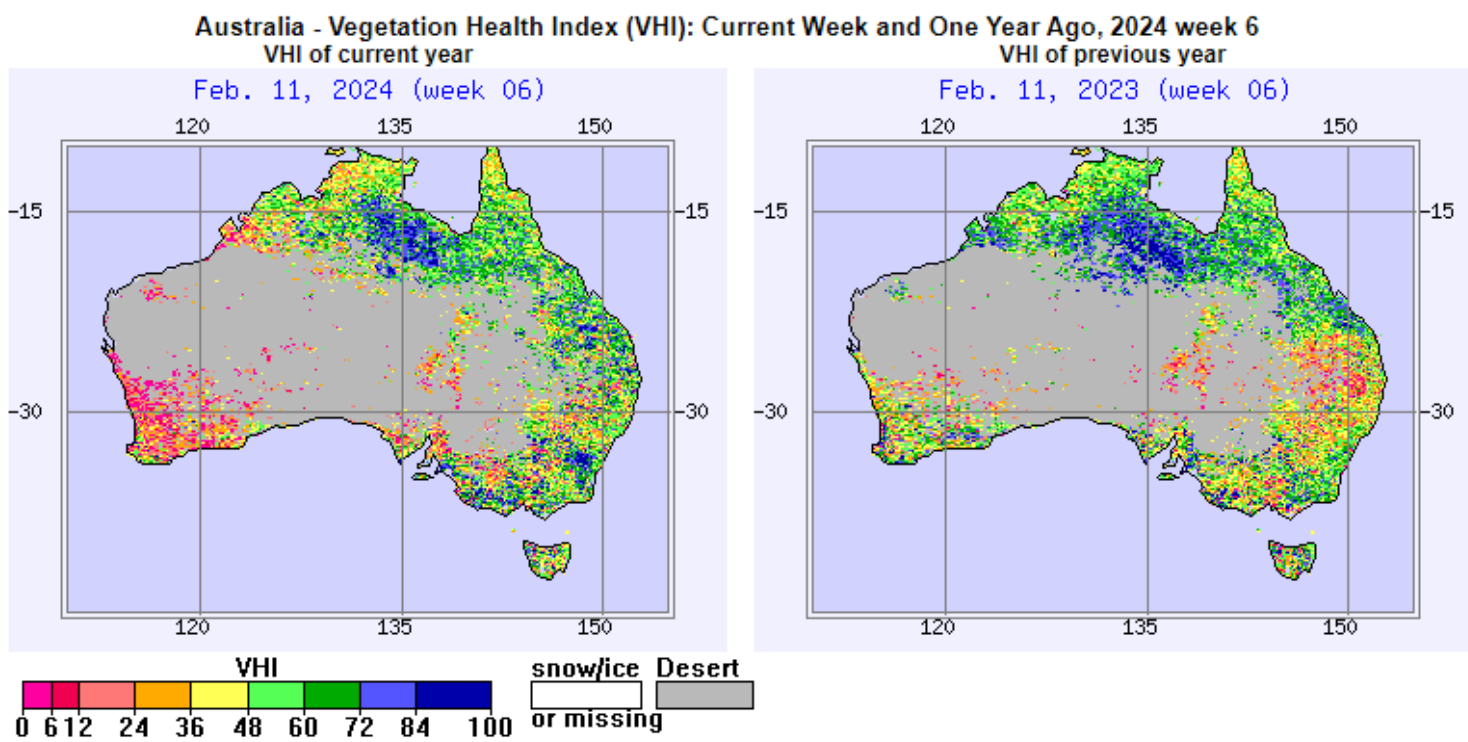
Pricing

>>>>

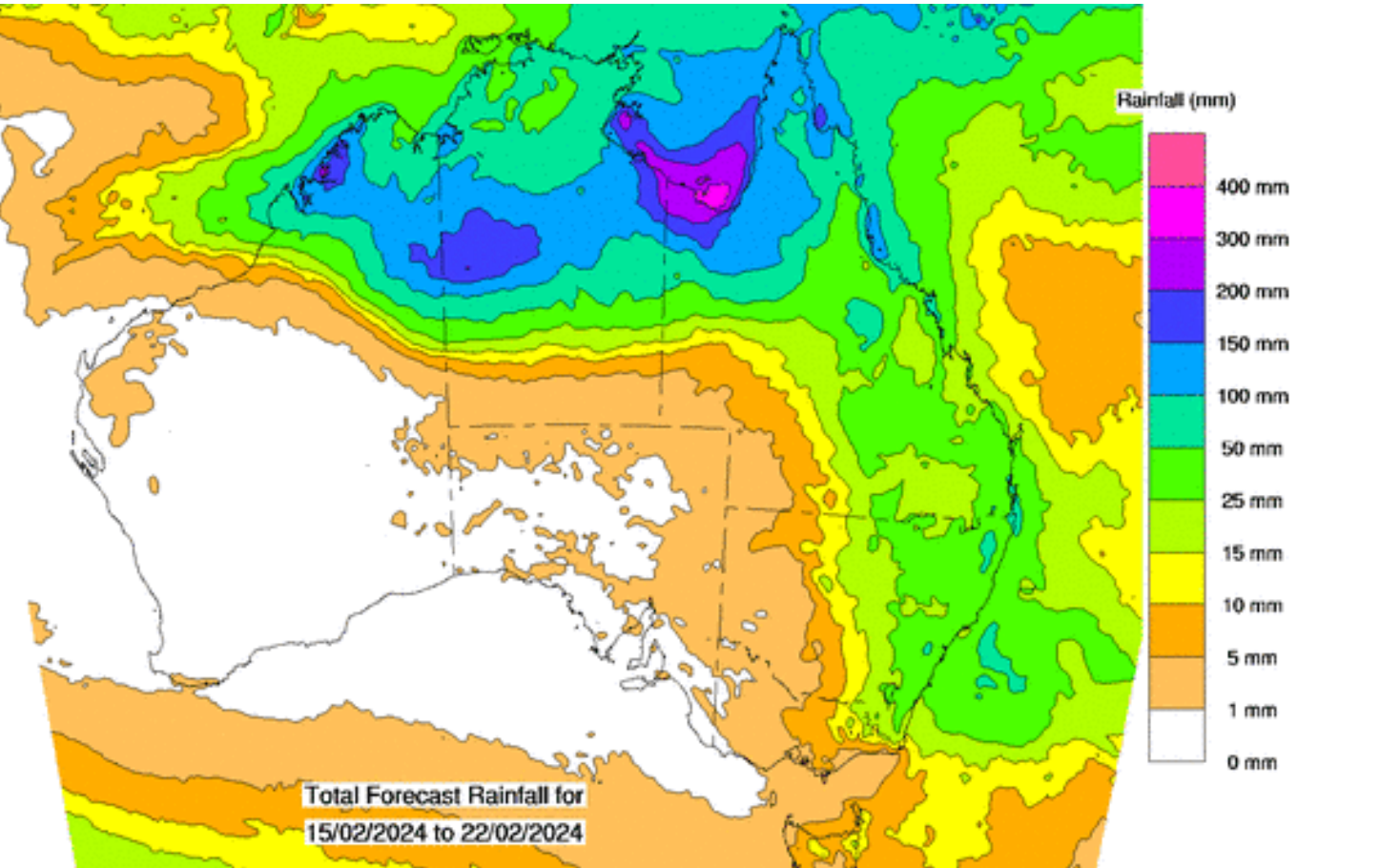
Market/Commodity (\$/mt)	SFW1 Wheat	Barley 1	Sorghum	Cottonseed
Downs	370	375	355	
LLP	355	355	350	
Newcastle	365		365	
Griffith Market Zone	335	320		
Melbourne	350	330		
Moree				
Namoi Valley				
Macquarie Valley				400
Namoi Valley				



Vegetation Health Index



8 Day BOM Rainfall Forecast



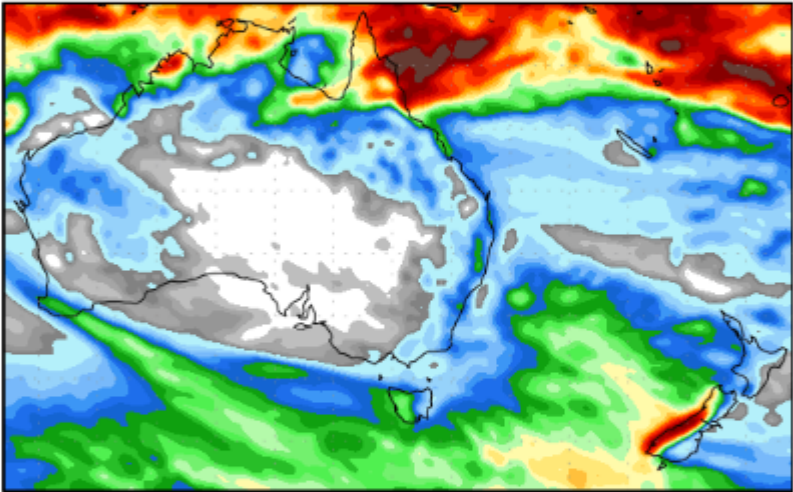
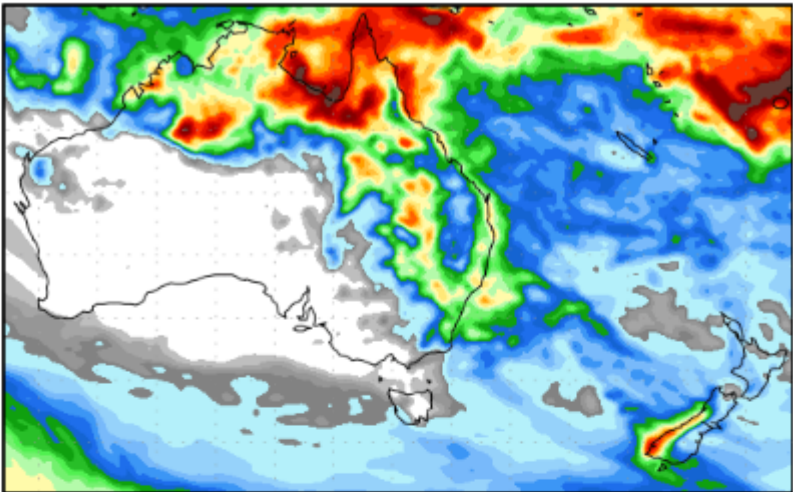
WX Maps Precipitation Forecasts

Precipitation Forecasts

Precipitation (mm)
during the period:

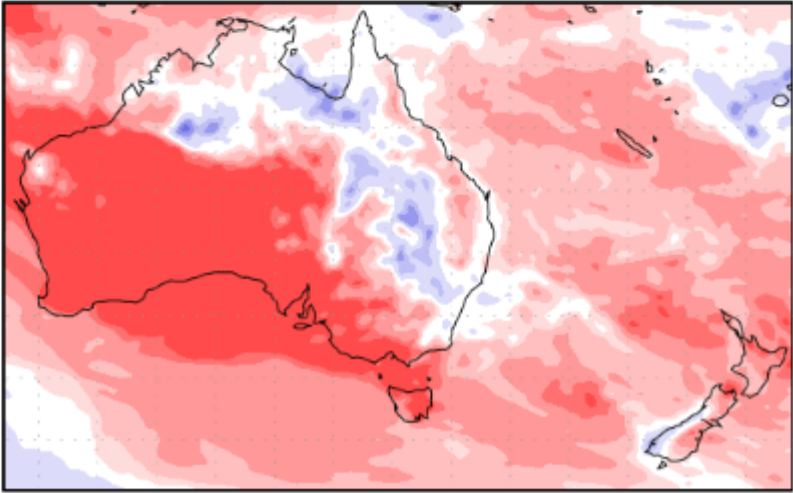
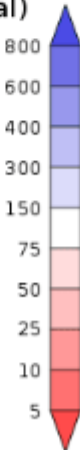
Wed, 14 FEB 2024 at 12Z
-to-
Thu, 22 FEB 2024 at 12Z

Thu, 22 FEB 2024 at 12Z
-to-
Fri, 01 MAR 2024 at 12Z

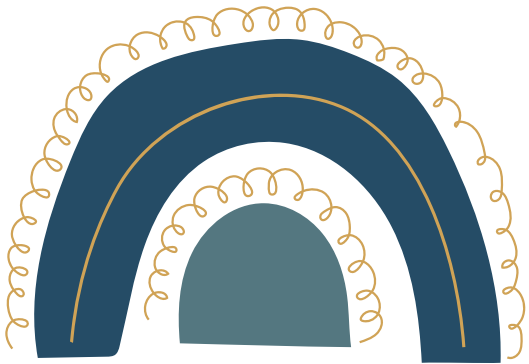


Precipitation (% of normal)
during the first period:

Wed, 14 FEB 2024 at 12Z
-to-
Thu, 22 FEB 2024 at 12Z



Precipitation forecasts from the National Centers for Environmental Prediction.
Normal rainfall derived from Xie-Arkin (CMAP) Monthly Climatology for 1979-2003.
Forecast Initialization Time: 12Z14FEB2024



Bridging the Gap Between Farmers and Optimal Marketing Pathways

At Mallon AgCommodities, our primary goal is to connect farmers with the most promising marketing opportunities, while also catering to consumers who require grain for feedlotting, feed processing, or supplement feeding.

By taking on the complexities of commodity trading and logistics, we free you up to concentrate on what you do best. Contact us today for an outstanding and streamlined service experience.



MALLON
AgCommodities

Lets chat!



Phone

0486 012 106



Email

blake@mallonag.com.au



Socials

@Mallonagcommodities

www.mallonagcommodities.com.au