

Arable Market Update 2019/20

Peter Collier

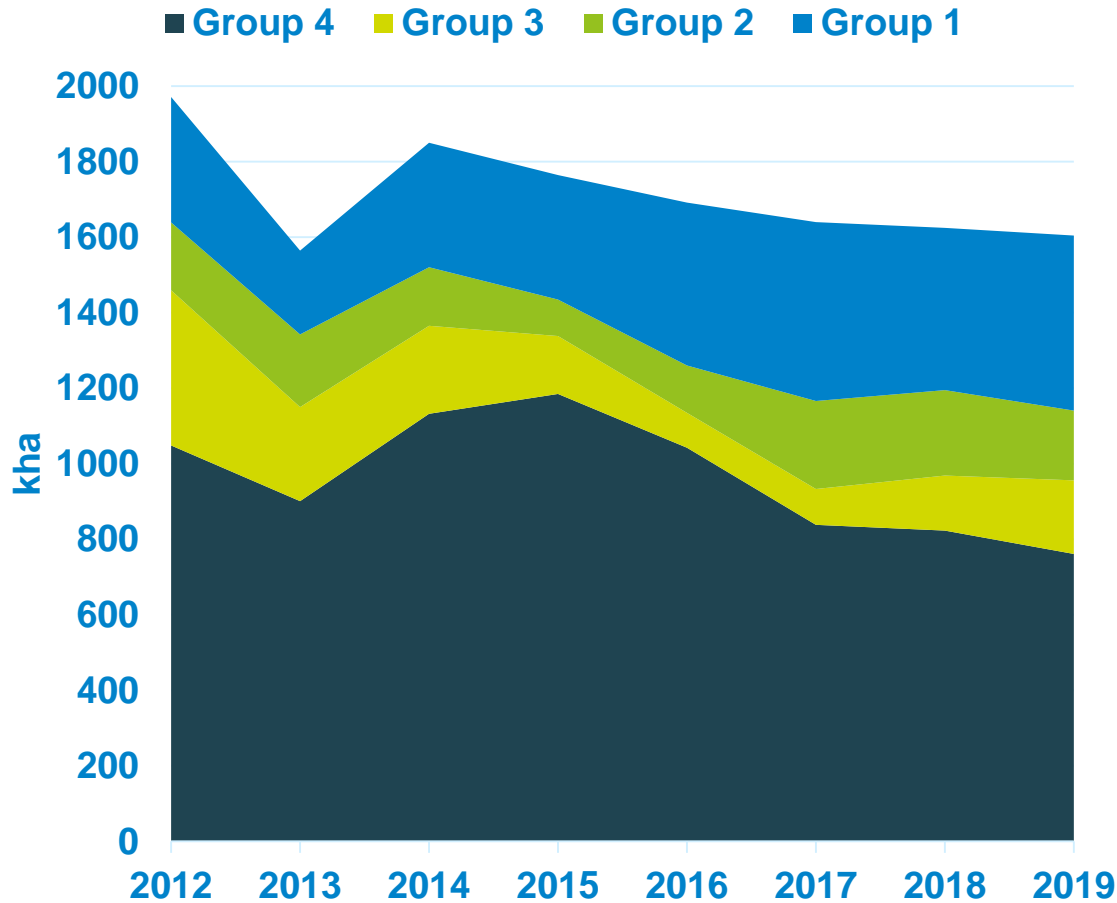


UK Domestic market and trends

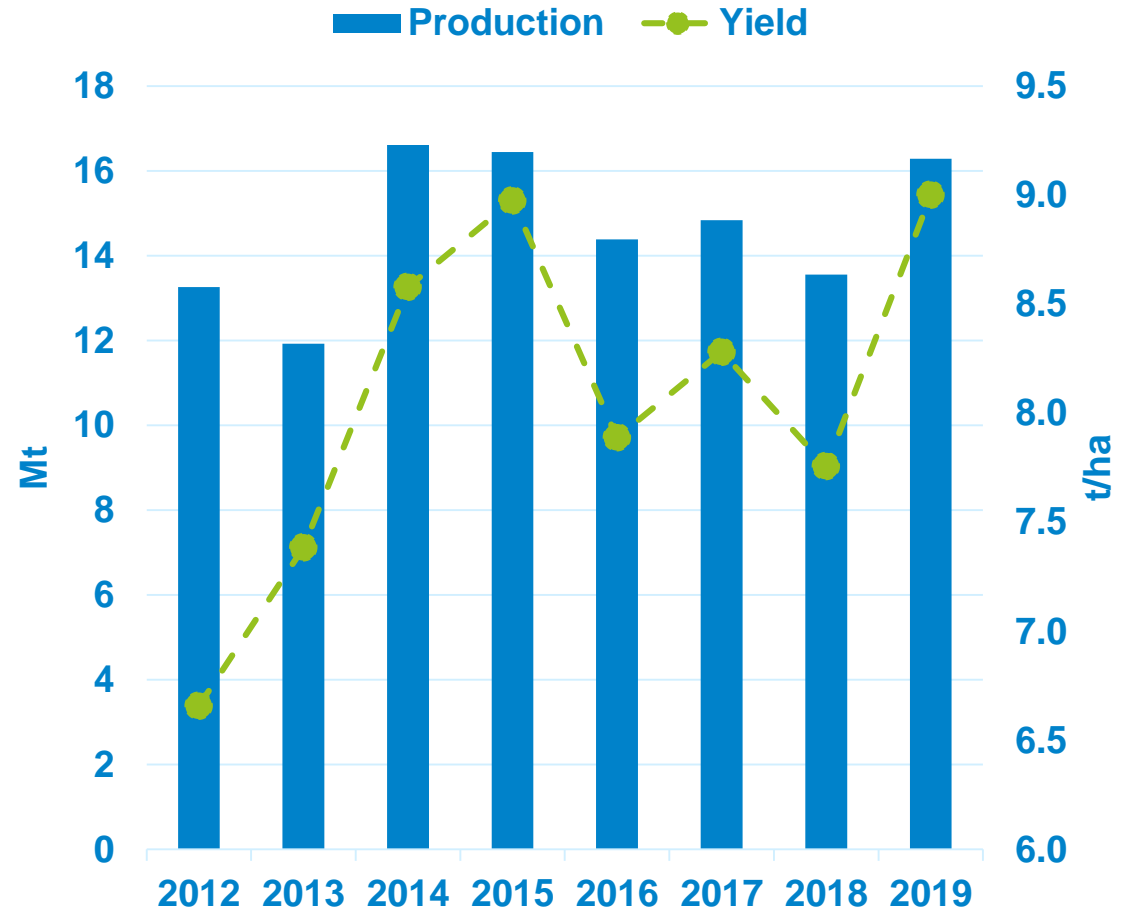


Long term decline in the UK wheat area

UK area

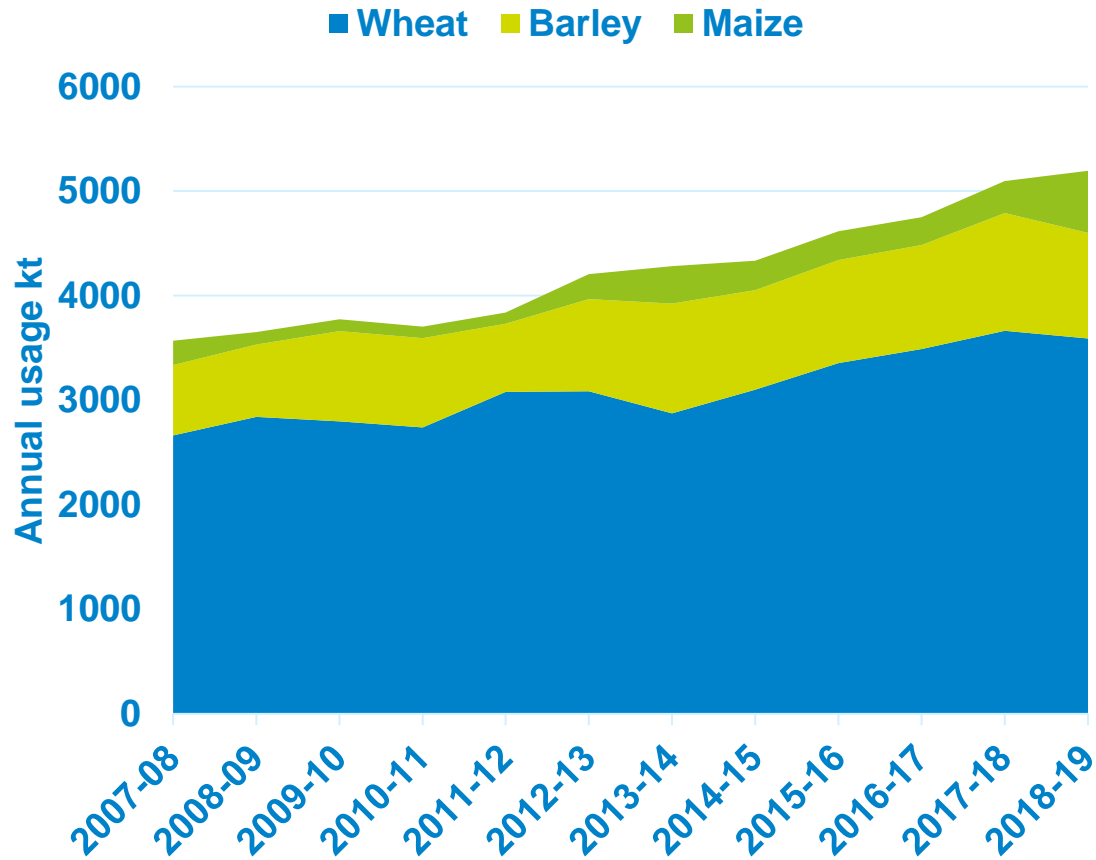


UK wheat production

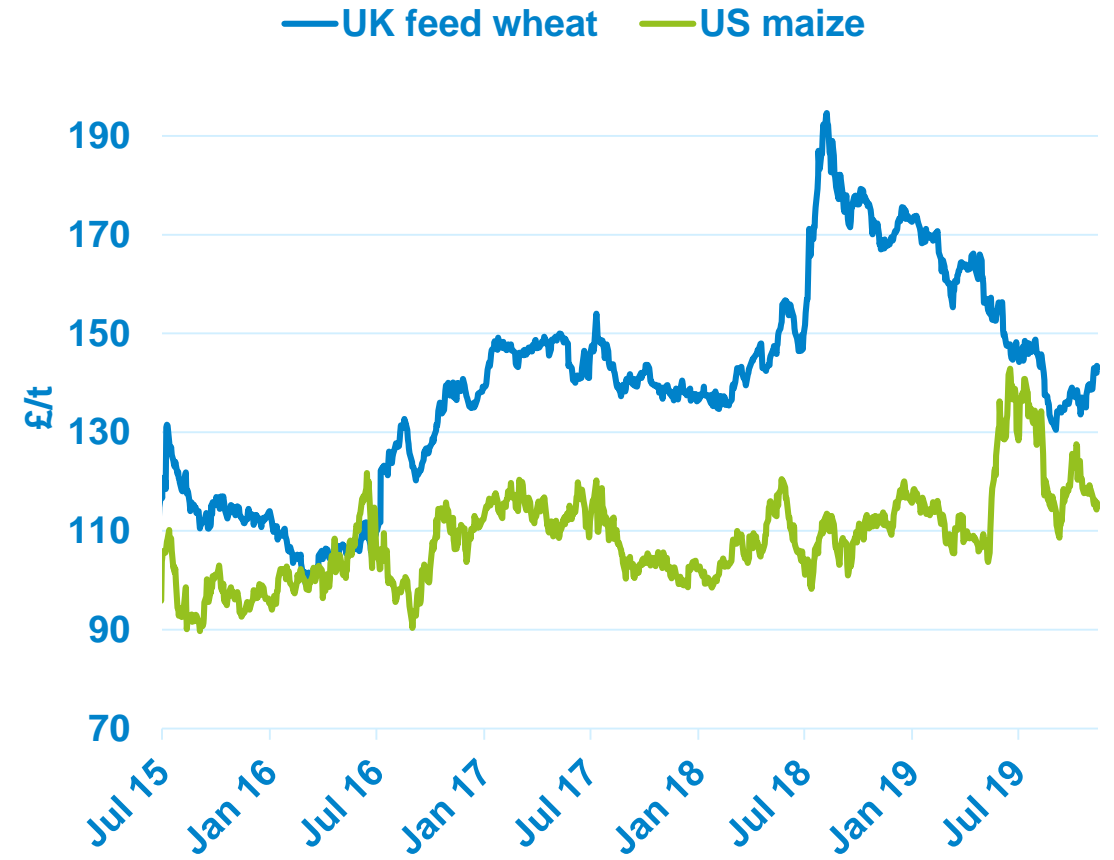


Animal feed compounders cereal usage

Animal feed compounders wheat, barley and maize usage

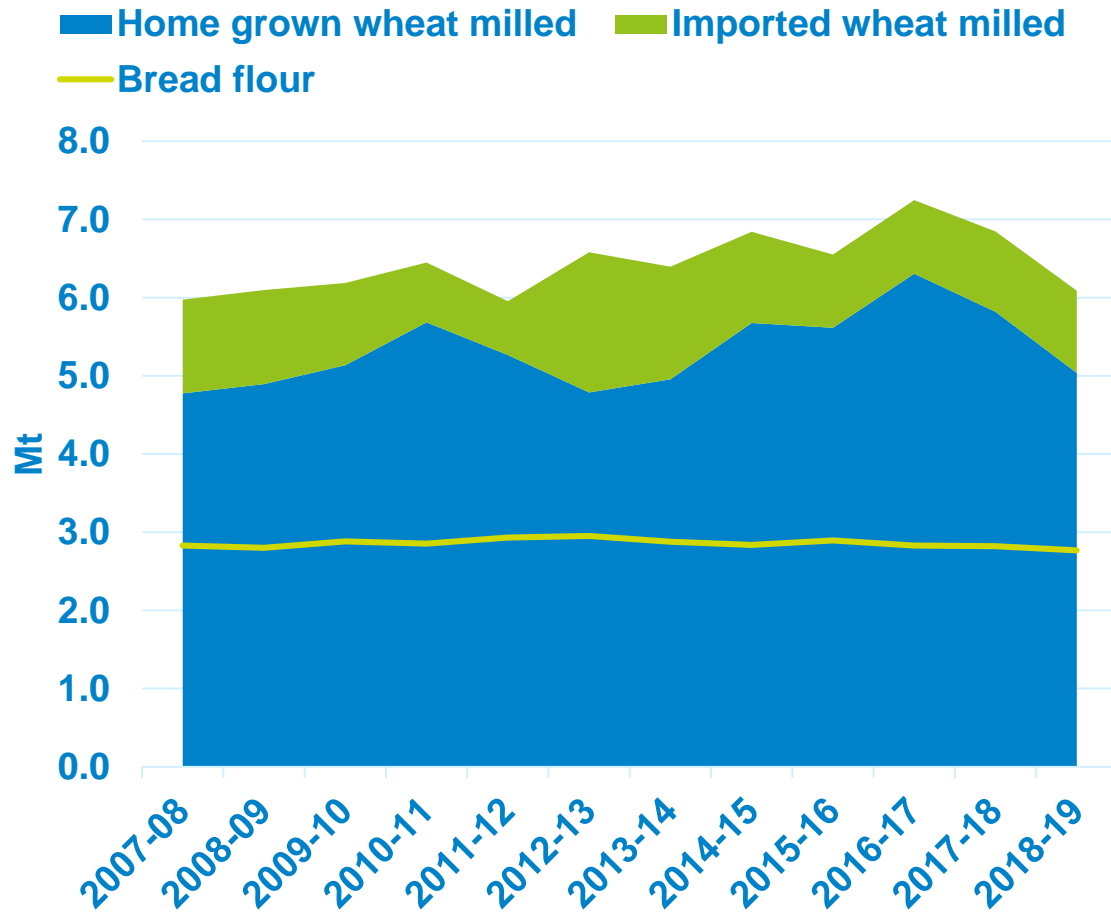


Maize and feed wheat price gap has narrowed

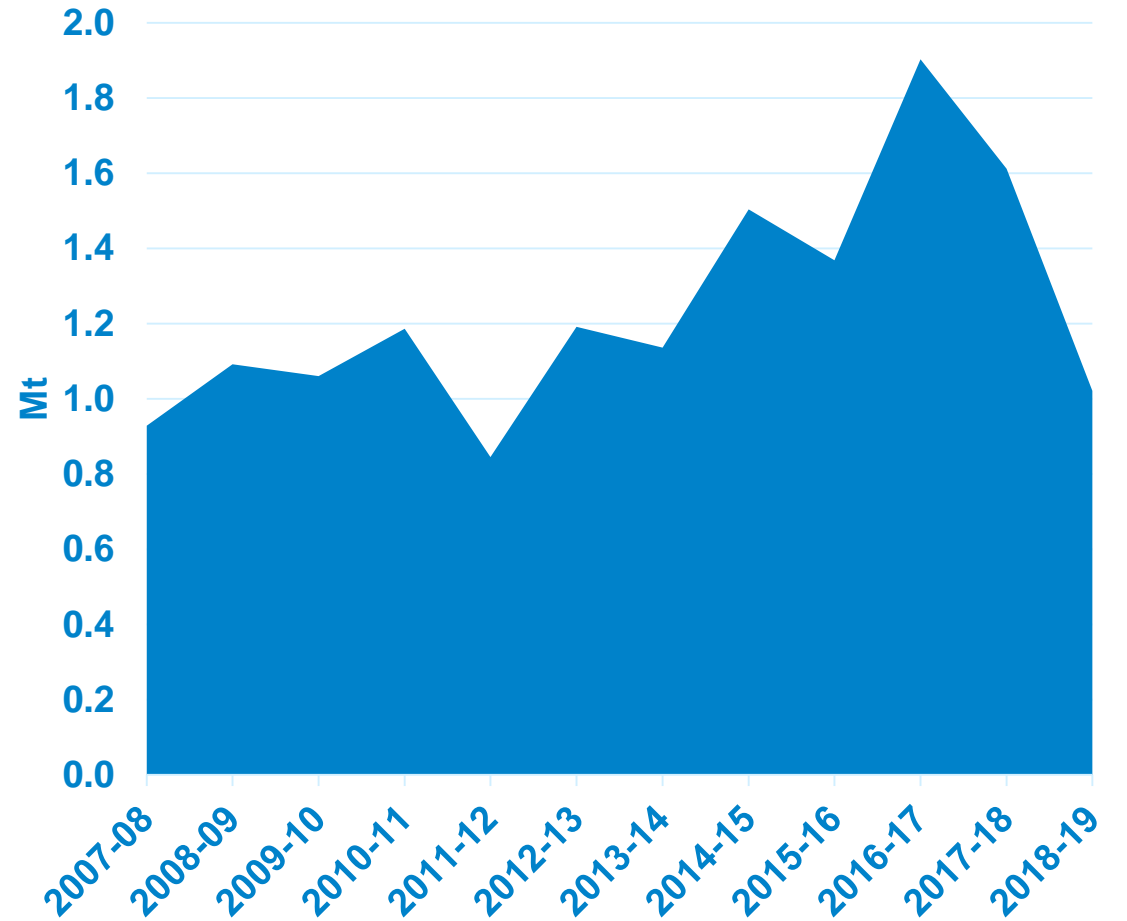


Domestic H&I demand

Domestic milling

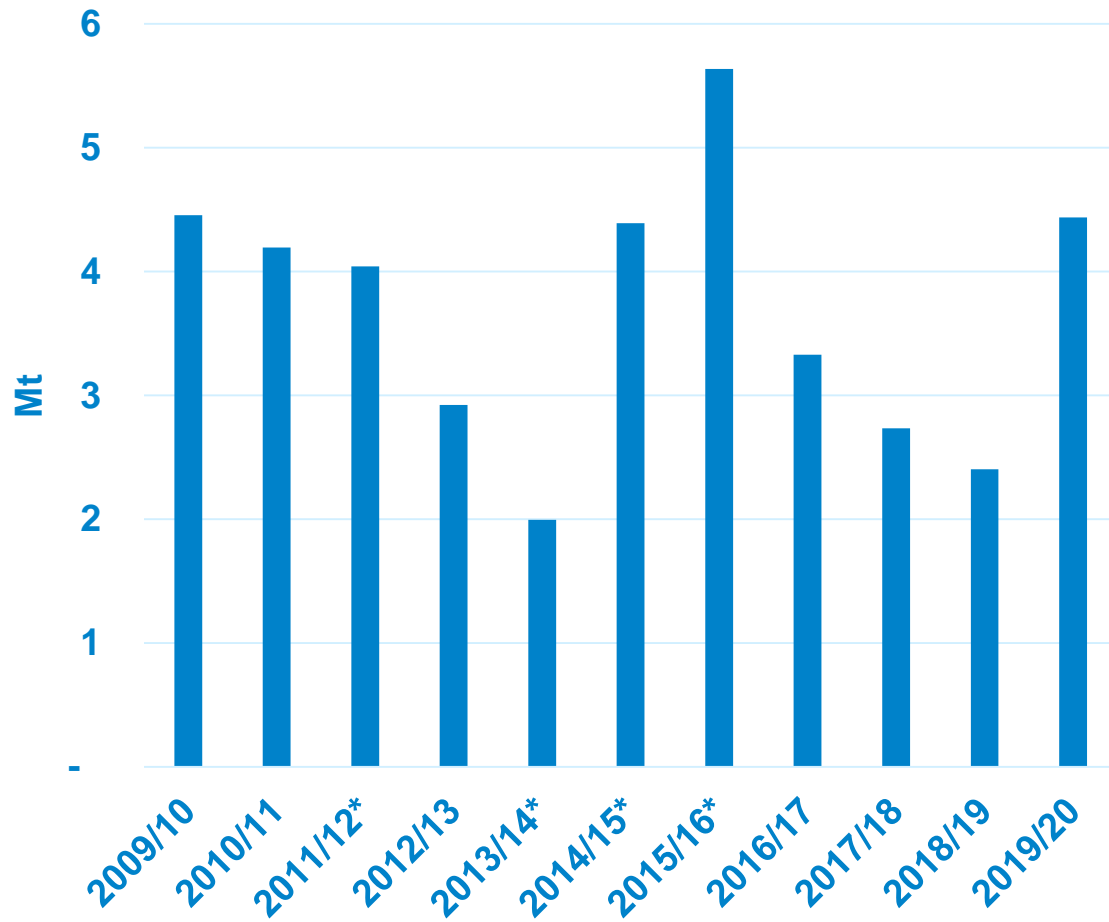


Other flour production

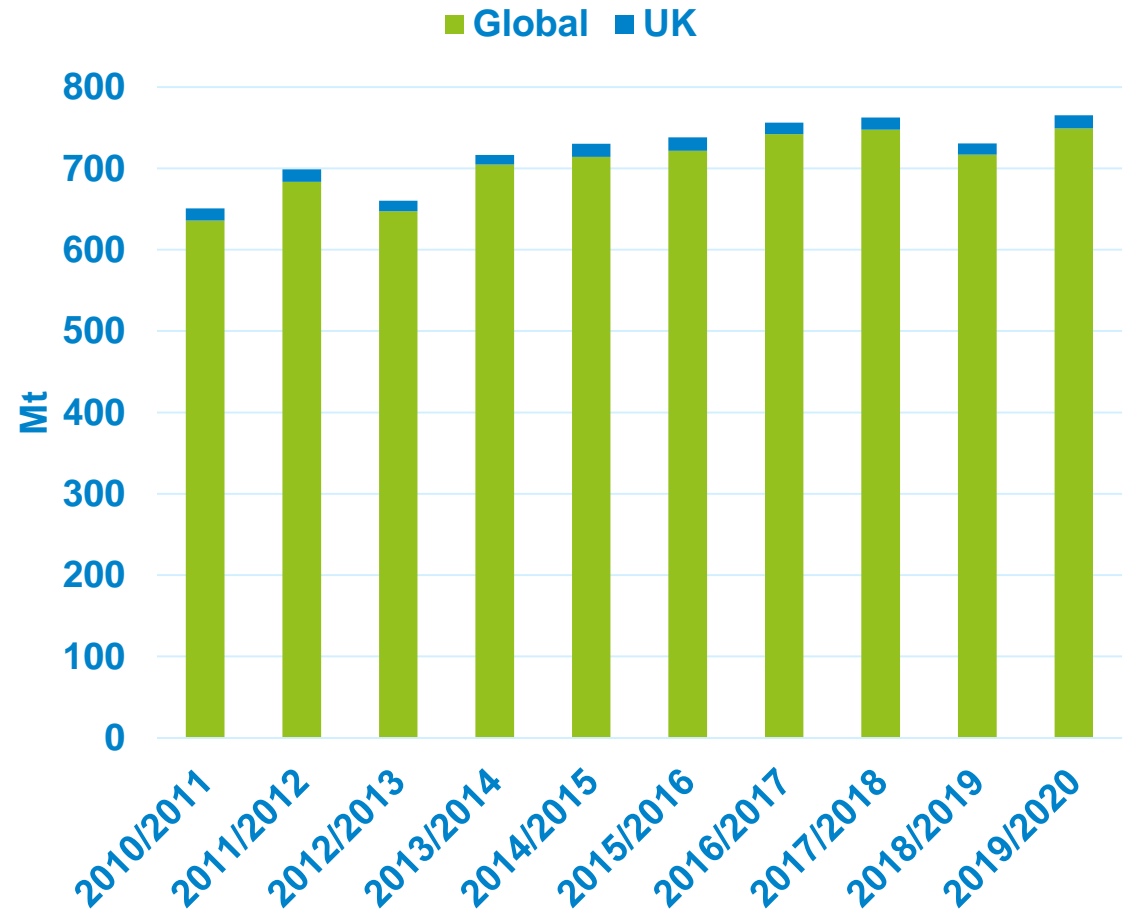


UK supply and demand in global context

UK wheat balance

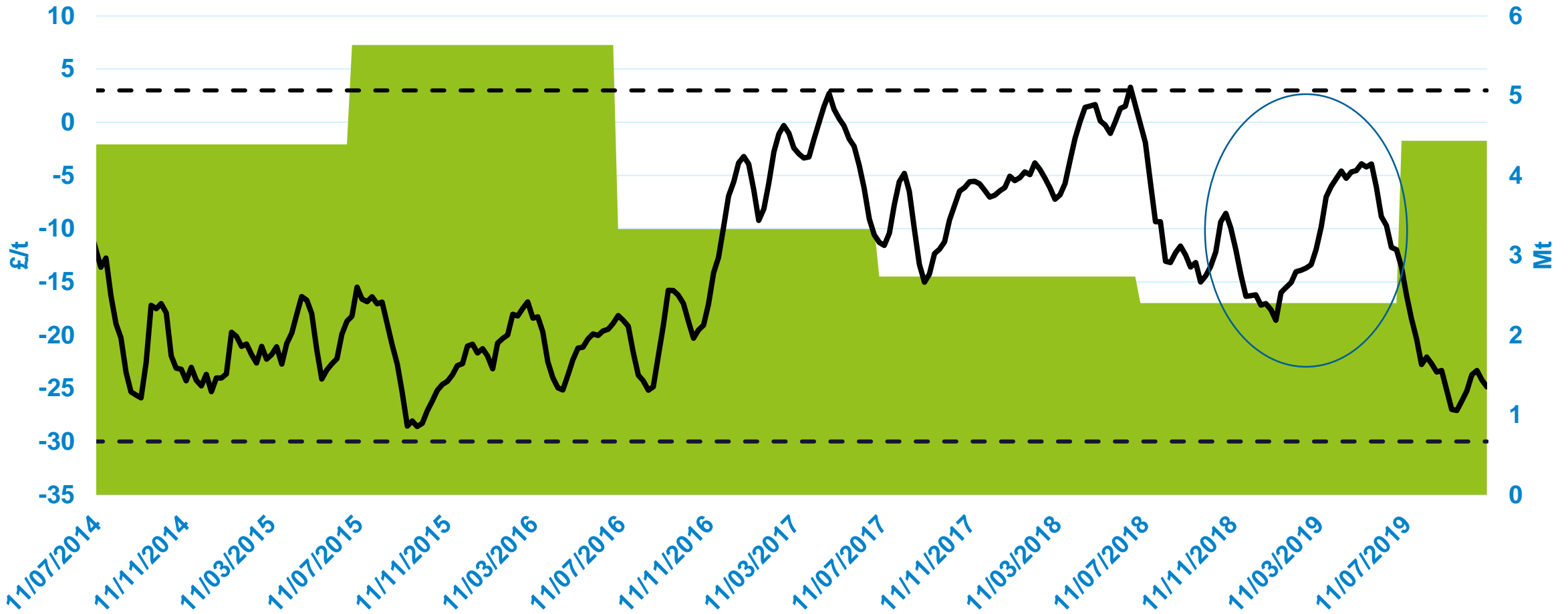


Global wheat production



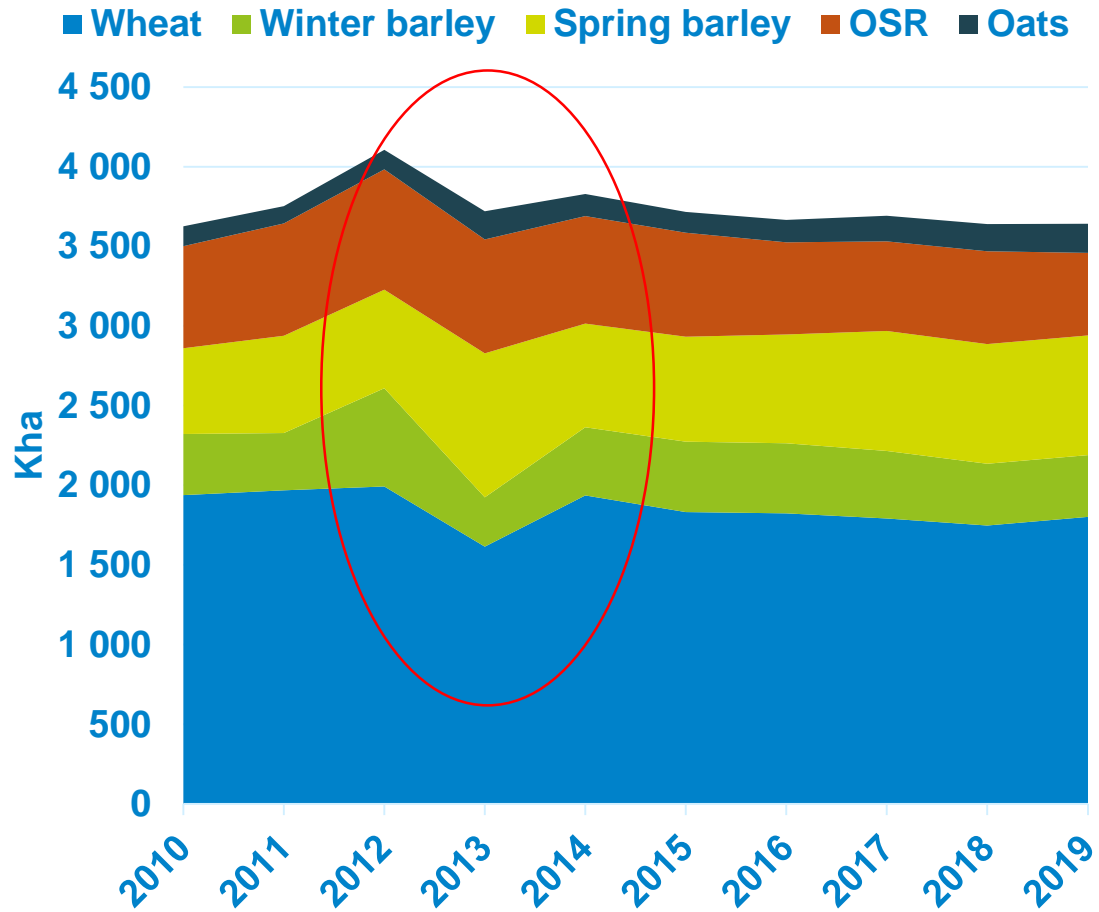
UK S&D net trade market implications

UK wheat balance and relative price to European origins

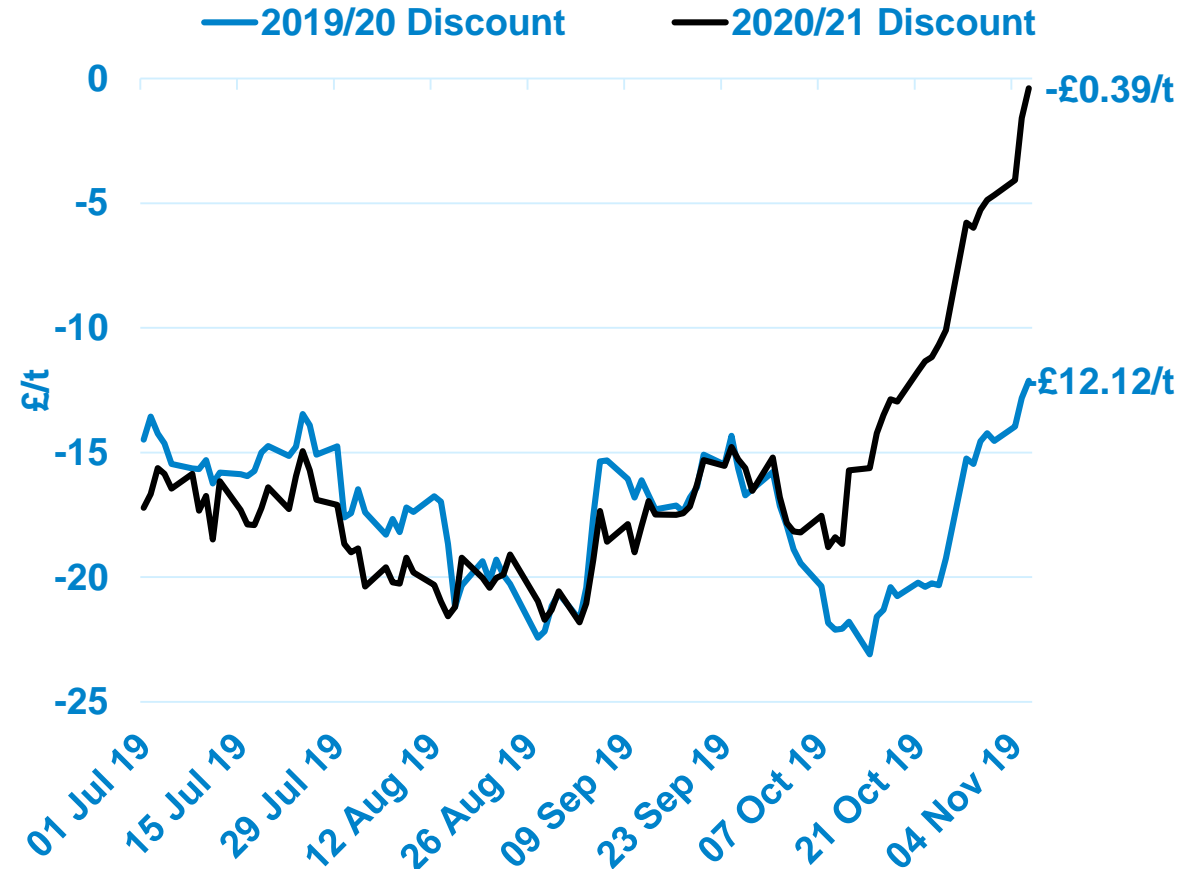


New crop prospects

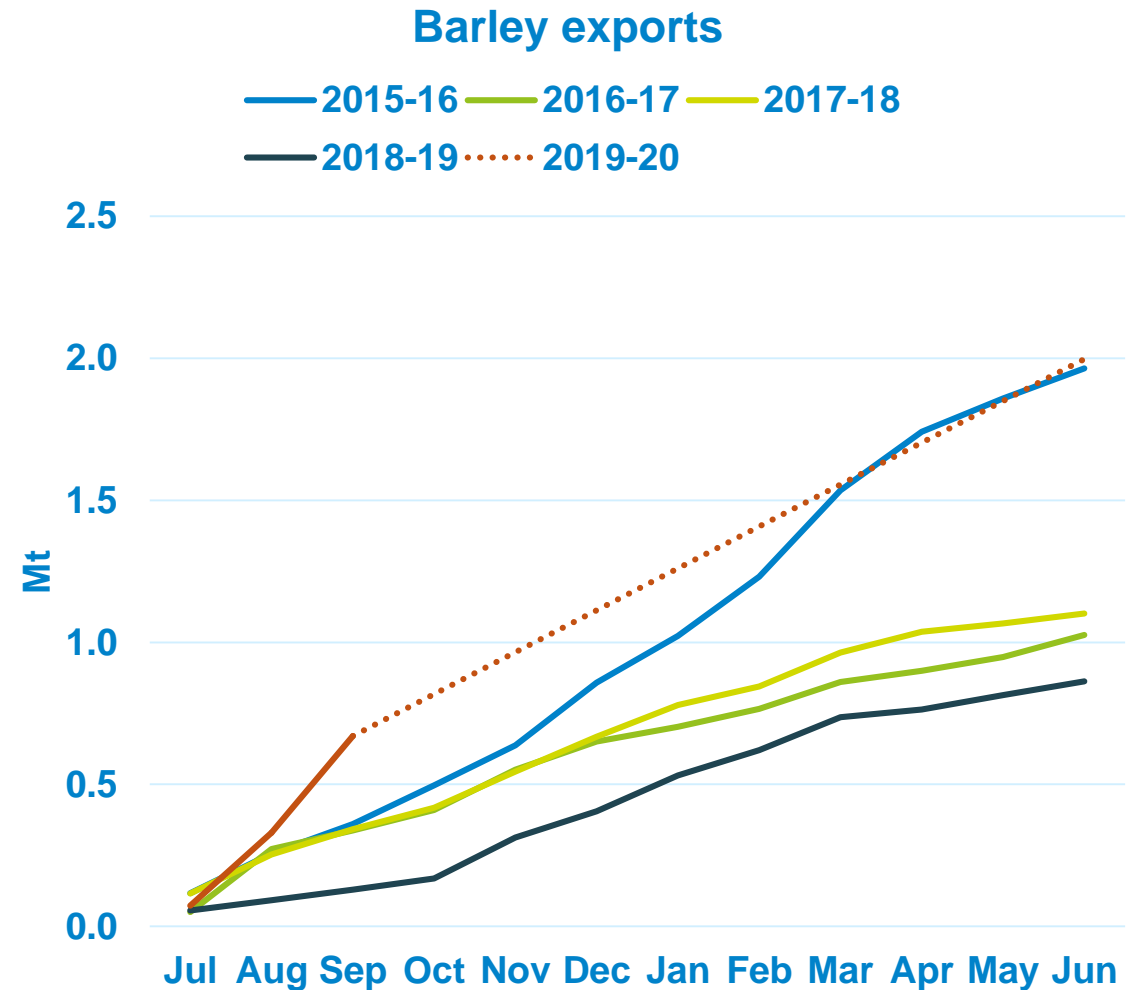
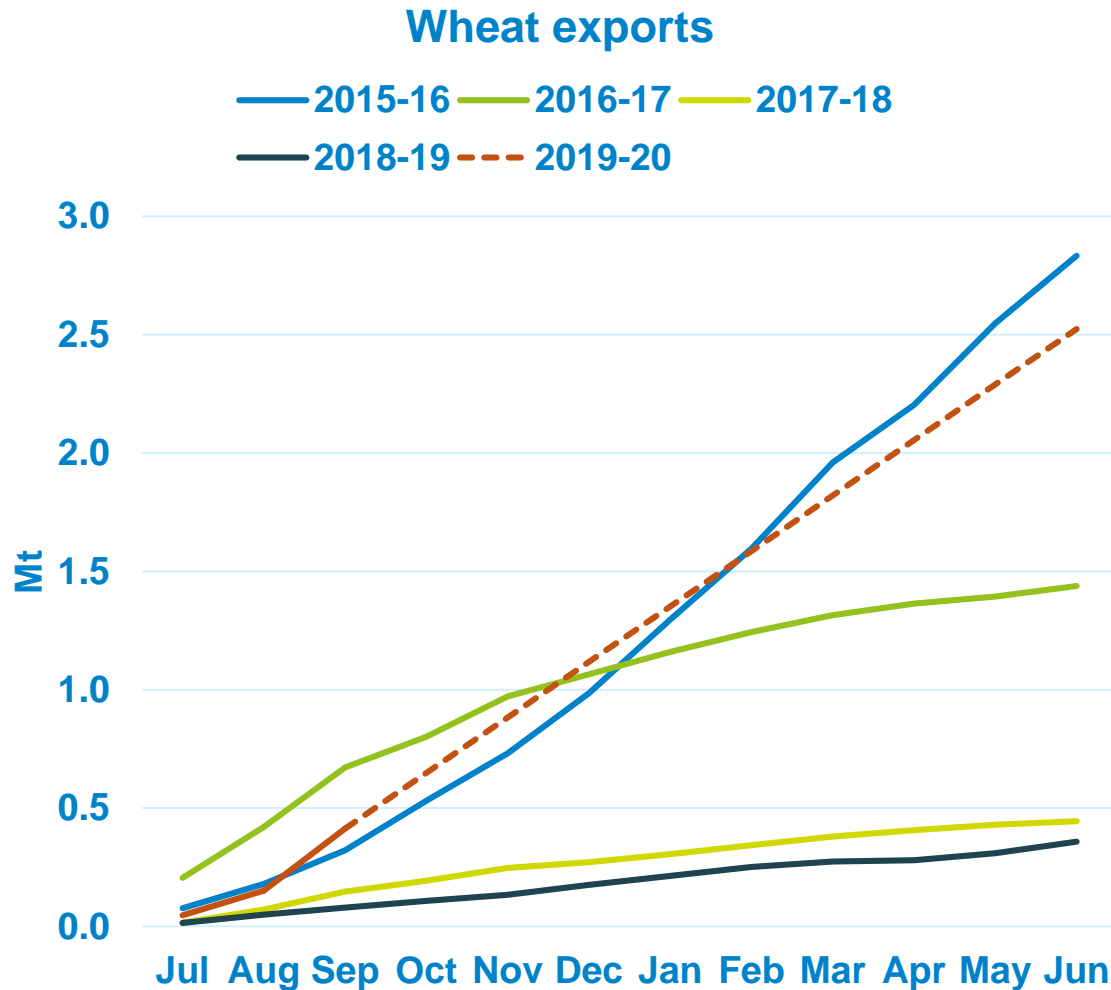
UK planted area



UK feed wheat futures (Nov) discount to Paris milling wheat futures (Dec)



Continued fast export pace, or a stock build up could yet decide the new crop pricing structure

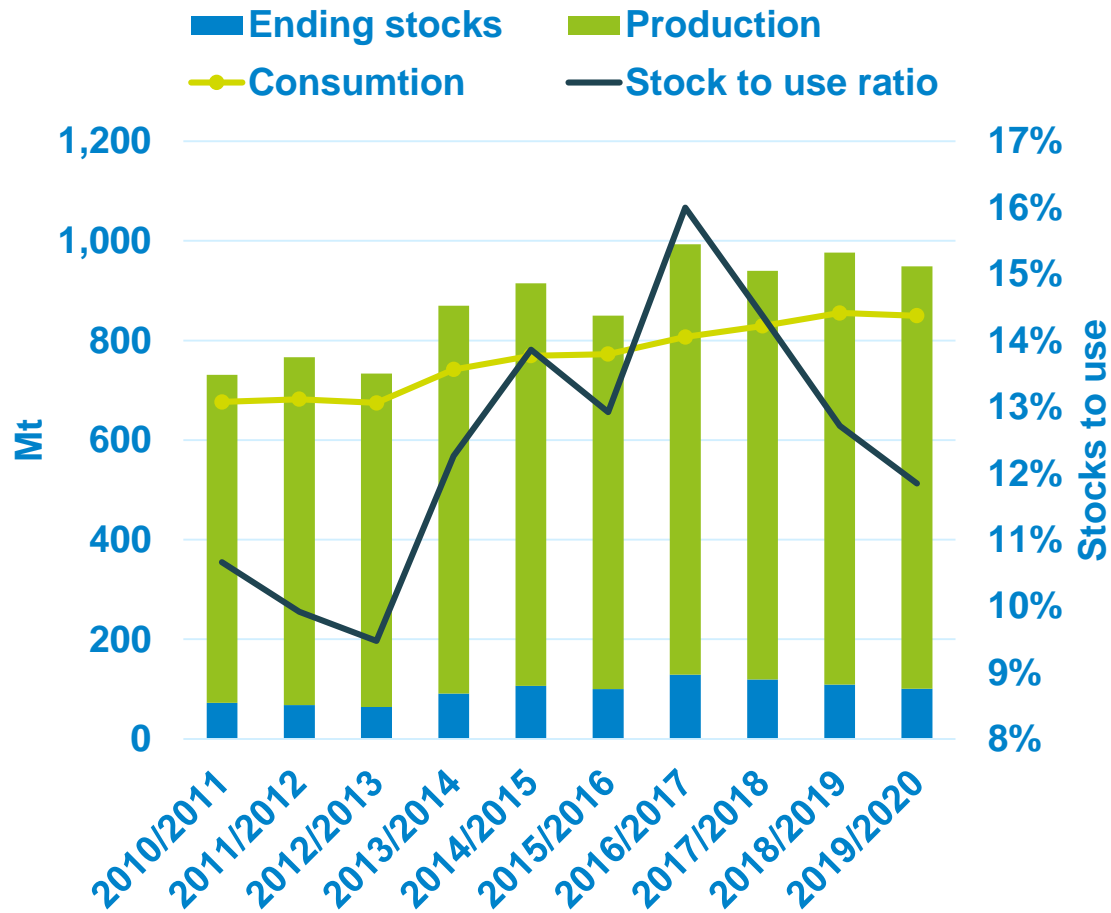


Global trends

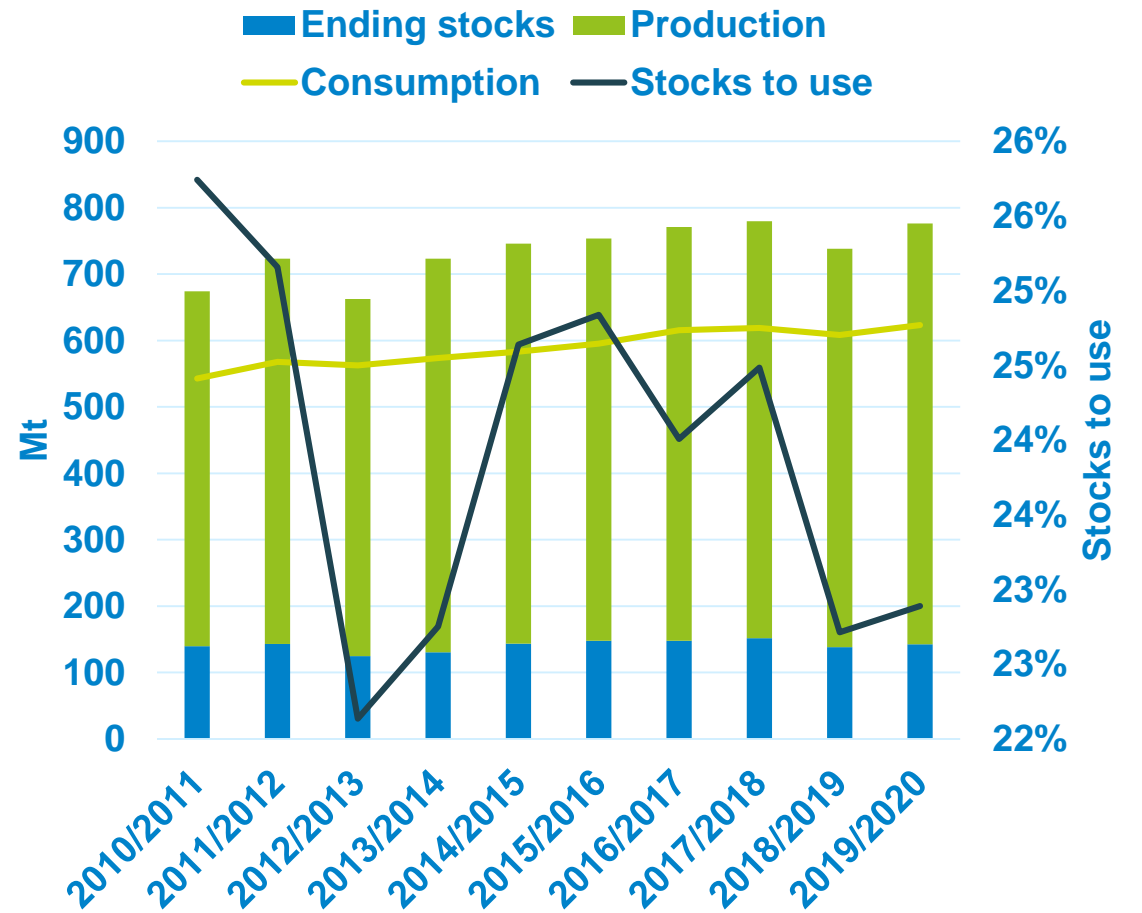


Global supply and demand

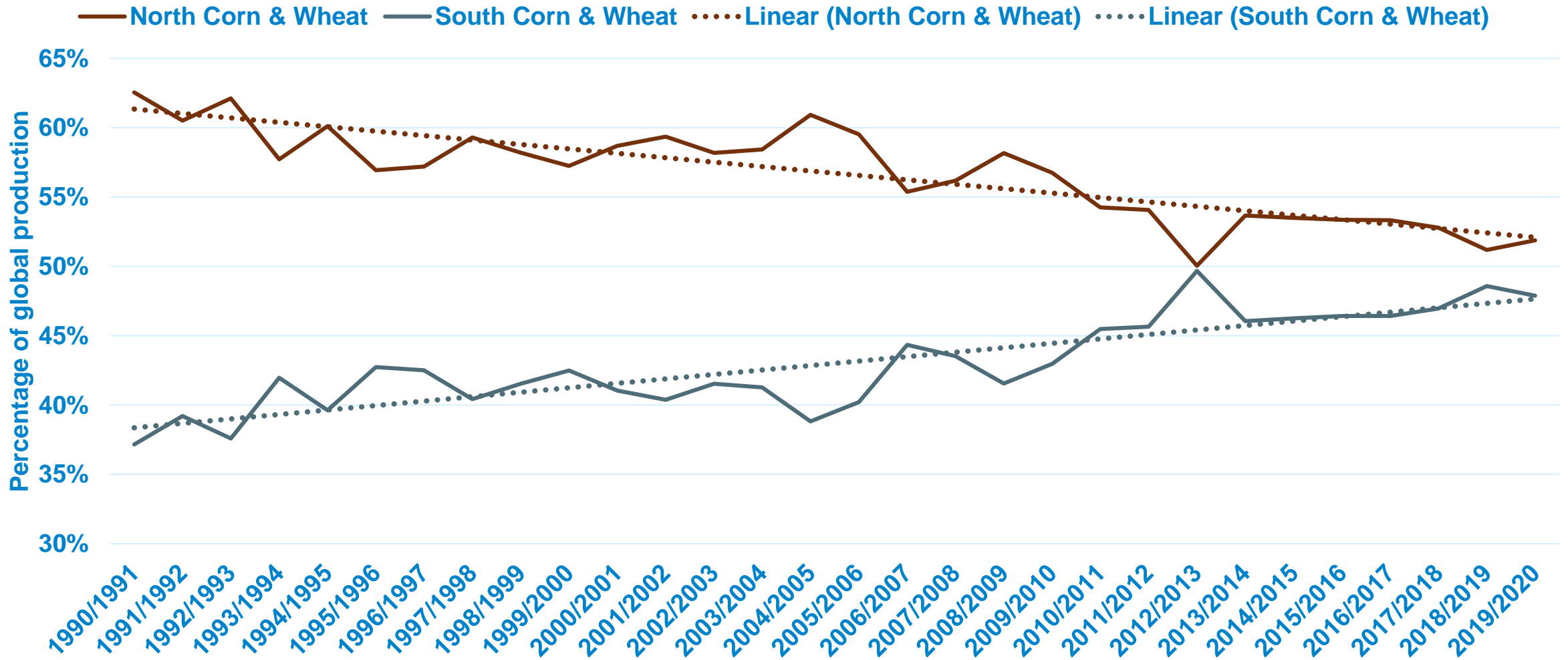
World maize minus China



World wheat minus China

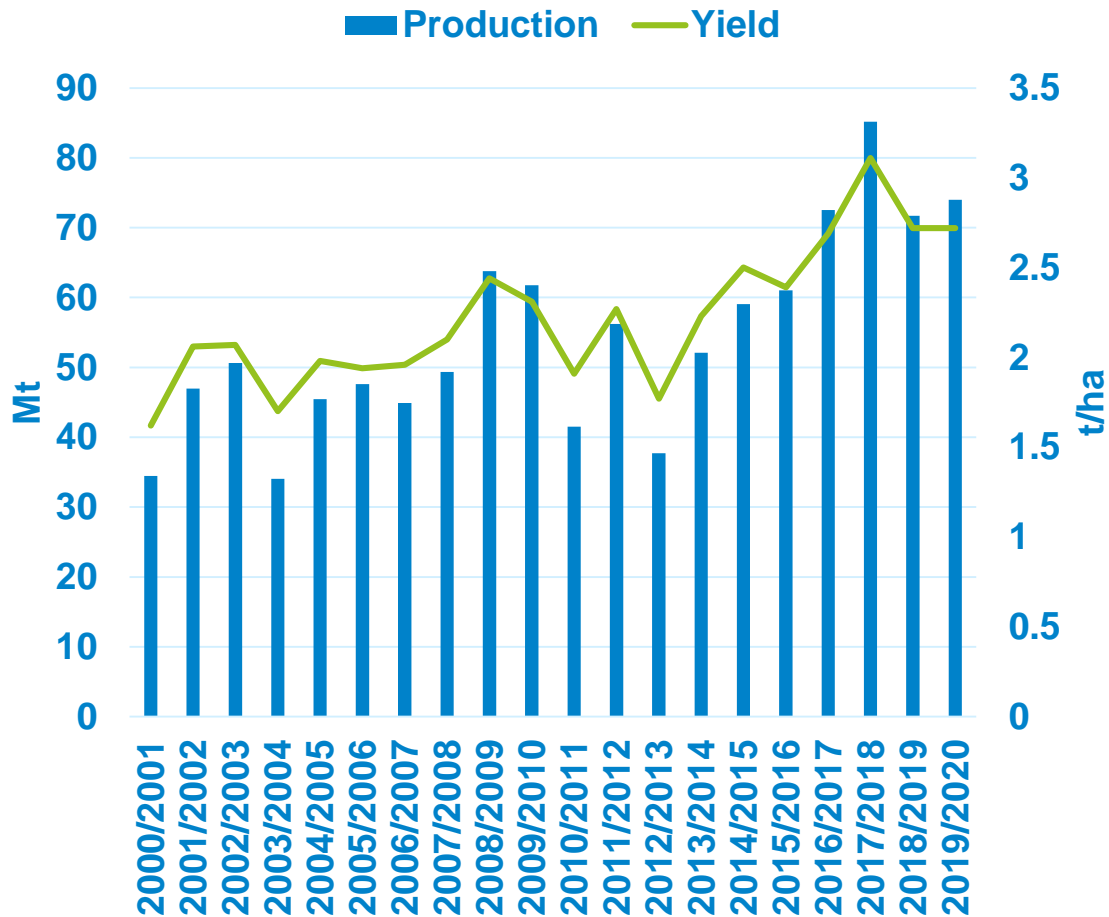


The new 6 Month Ag calendar, volatility reducing as supply shortfall times fall

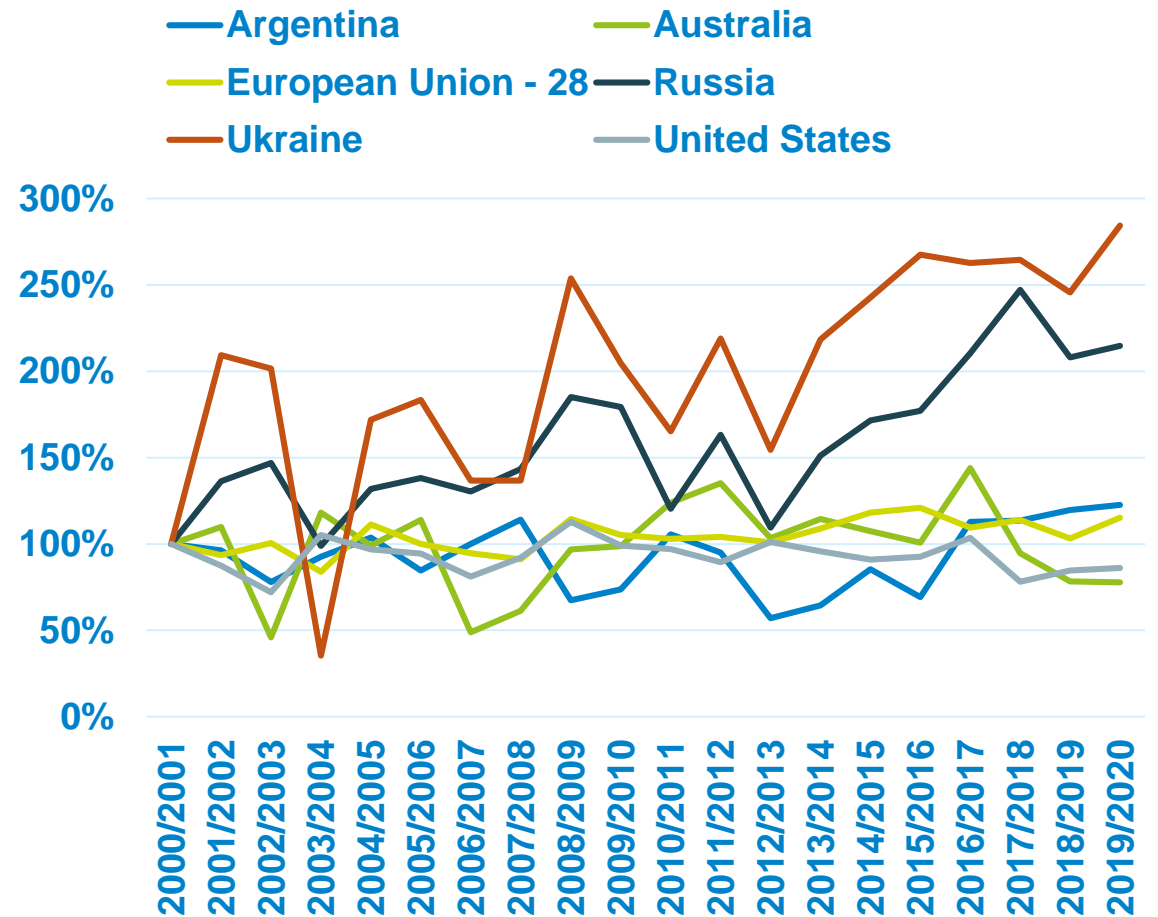


Global market price floor has shifted

Russia the new global price floor



Growth in wheat production from 2000



Key market drivers and current watch points

| Crop | Hemisphere | Country | Season | Production (MT) | | % World | Exports (MT) | | % World | Ending stocks (MT) | | % Change | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | |
|-----------------|------------|---------------|--------|-----------------|---------|---------|--------------|---------|---------|--------------------|--------|----------|----------------|----------------|----------|----------------|------------------|------------------|------------------|----------------|----------|----------|----------|--------|--|
| | | | | 2018/19 | 2019/20 | | 2018/19 | 2019/20 | 2018/19 | 2019/20 | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | |
| Corn | Northern | Canada | | 13.9 | 15.4 | 1% | 2.0 | 1.5 | 1% | 2.0 | 2.2 | 10% | | | | | Planting | | Pollination/Fill | | | Harvest | | | |
| | | China | | 257.3 | 254.0 | 22% | 0.0 | 0.0 | 0.0% | 209.8 | 191.8 | -9% | | | | | Planting | | Pollination/Fill | | Harvest | | | | |
| | | EU-28 | | 63.4 | 64.2 | 6% | 2.2 | 2.0 | 1% | 7.5 | 8.2 | 9% | | | | Planting | | Pollination/Fill | | Harvest | | | | | |
| | | India | | 27.8 | 29.0 | 3% | 0.5 | 0.5 | 0.3% | 1.1 | 1.1 | 0% | Harvest | | | | | Planting | | Harvest | | | | | |
| | | Mexico | | 26.7 | 27.0 | 2% | 0.8 | 1.5 | 1% | 5.1 | 3.6 | -29% | | | | | Planting | | Pollination/Fill | | Harvest | | | | |
| | | Ukraine | | 35.8 | 33.0 | 3% | 29.5 | 27.0 | 16% | 1.6 | 1.2 | -24% | | | | Planting | | | Pollination/Fill | | Harvest | | | | |
| | | United States | | 366.3 | 381.8 | 34% | 58.4 | 57.8 | 34% | 53.2 | 63.1 | 19% | | | | Planting | | | Pollination/Fill | | Harvest | | | | |
| | Southern | Argentina | | 49.0 | 49.0 | 4% | 31.5 | 32.5 | 19% | 6.1 | 7.6 | 25% | Polin. | | Harvest | | | | | | | | Planting | Pol. | |
| | | Brazil | first | | | | | | | | | | | Harvest | | | | | | | | | Planting | Pol. | |
| | | | second | | | | | | | | | | | | Planting | | Pollination/Fill | | Harvest | | | | | | |
| | | total | | 100.0 | 101.0 | 9% | 32.0 | 34.0 | 20% | 9.8 | 8.3 | -15% | | | | | | | | | | | | | |
| Paraguay | | | 3.9 | 4.4 | 0.4% | 2.2 | 2.0 | 1% | 1.3 | 1.4 | 8% | Polin. | | Harvest | | | | | | | | | Planting | Polin. | |
| South Africa | | 11.0 | 14.0 | 1% | 1.0 | 1.5 | 1% | 1.4 | 1.7 | 21% | Polin. | | | | Harvest | | | | | | | Planting | | | |
| Other | | | 163.9 | 161.0 | 14% | 10.2 | 11.3 | 7% | 26.8 | 24.3 | -10% | | | | | | | | | | | | | | |
| World | | | 1119.0 | 1133.8 | 100% | 170.3 | 171.6 | 100% | 325.9 | 314.7 | -3% | | | | | | | | | | | | | | |
| Soybeans | Northern | Canada | | 7.3 | 6.3 | 2% | 5.4 | 4.3 | 3% | 0.6 | 0.9 | 35% | | | | | Planting | | Bloom/Pod fill | | Harvest | | | | |
| | | China | | 15.9 | 17.0 | 5% | 0.1 | 0.1 | 0.1% | 22.2 | 22.4 | 1% | | | | | Planting | | Bloom/Pod fill | | Harvest | | | | |
| | | India | | 11.5 | 10.9 | 3% | 0.3 | 0.3 | 0.2% | 0.7 | 0.6 | -19% | | | | | | Planting | | Bloom/Pod fill | | Harvest | | | |
| | | United States | | 123.7 | 112.9 | 32% | 48.3 | 53.1 | 35% | 27.1 | 26.4 | -2% | | | | | Planting | | Bloom/Pod fill | | Harvest | | | | |
| | Southern | Argentina | | 56.0 | 53.0 | 15% | 6.3 | 7.0 | 5% | 30.9 | 28.7 | -7% | | Bloom/Pod fill | | Harvest | | | | | | | Planting | | |
| | | Brazil | | 117.0 | 123.0 | 35% | 78.5 | 75.0 | 50% | 26.0 | 27.7 | 7% | Bloom/Pod fill | | Harvest | | | | | | | | Planting | | |
| | | Paraguay | | 9.0 | 10.2 | 3% | 5.6 | 6.2 | 4% | 0.2 | 0.2 | -13% | Bloom/Pod fill | | Harvest | | | | | | | | Planting | | |
| | Other | | | 21.7 | 22.3 | 6% | 5.8 | 5.2 | 3% | 5.5 | 6.4 | 16% | | | | | | | | | | | | | |
| World | | | 362.1 | 355.7 | 100% | 150.3 | 151.2 | 100% | 113.2 | 113.1 | -0.1% | | | | | | | | | | | | | | |
| Rapeseed/Canola | Northern | Canada | | 21.1 | 21.1 | 28% | 10.6 | 10.1 | 60% | 3.4 | 4.4 | 29% | | | | | Planting | | Bloom/Pod fill | | Harvest | | | | |
| | | China | | 12.9 | 13.1 | 18% | 0.0 | 0.0 | 0.0% | 0.7 | 0.8 | 7% | | | | Bloom/Pod fill | | Harvest | | | | Planting | | | |
| | | EU-28 | | 20.1 | 19.7 | 26% | 0.1 | 0.1 | 0.4% | 1.8 | 2.1 | 13% | | | | | Bloom/Pod fill | | Harvest | | Planting | | | | |
| | | India | | 8.0 | 7.7 | 10% | 0.0 | 0.0 | 0.0% | 0.6 | 0.5 | -18% | Bloom/Pod fill | | Harvest | | | | | | | Planting | | Bl. | |
| | | Ukraine | | 2.9 | 3.9 | 5% | 2.5 | 3.5 | 21% | 0.0 | 0.0 | 75% | | | | | Bloom/Pod fill | | Harvest | | Planting | | | | |
| | Southern | Australia | | 2.2 | 3.7 | 5% | 1.9 | 2.3 | 14% | 0.5 | 0.9 | 100% | | | | Planting | | | Bloom/Pod fill | | Harvest | | | | |
| | Other | | | 5.7 | 5.6 | 7% | 1.0 | 1.0 | 6% | 0.7 | 0.6 | -12% | | | | | | | | | | | | | |
| World | | | 72.8 | 74.8 | 100% | 16.0 | 16.9 | 100% | 7.6 | 9.2 | 20% | | | | | | | | | | | | | | |

A vibrant landscape of a green field at sunset. The sun is low on the horizon, casting a warm glow over the scene. The sky is filled with soft, colorful clouds in shades of orange, yellow, and blue. A path of tall green grass leads from the foreground towards the horizon. In the distance, there are rolling hills and a few buildings. The overall mood is peaceful and inspiring.

**‘Inspiring our farmers, growers
and industry to succeed in a
rapidly changing world’**

© Agriculture and Horticulture Development Board 2017 | All Rights Reserved