

2024

AGRI MARKET REPORT



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Market News

SOYBEAN – was posted USD€ 4 to 6/bu losses across most contracts on Friday, as July was up USD€ 42/bu on the month. Future contracts at CBOT on Jul 24, Aug 24, and Sep 24, closed today at USD 12.05/bu, USD 12.03 ½/bu, and USD 11.84 ½/ bu, respectively.

SOYMEAL – saw mixed action with July up USD 1.10/ton and August down USD€ 60/ton. Future contracts at CBOT on Jul 24, Aug 24, and Sep 24, closed today at USD 364.7/ton, USD 358.0/ton, and USD 355.9/ton, respectively.

SOYOIL – was down 20 points across the nearbys. Future contracts at CBOT on Jul 24, Aug 24, and Sep 24, closed today at USD€ 43.52/lb, USD€ 45.78/lb, and USD€ 45.87/lb, respectively.

CORN – futures closed out the Friday session with contracts USD€ 2 to USD€ 6/bu lower. July was down just USD€ ½/bu over the entire month, as December was down USD€ 2 ½/bu. USDA's Export Sales report showed 810,148 MT of corn booked in the week ending on May 23. Future contracts at CBOT on Jul 24, Sep 24, and Dec 24, closed today at USD 4.46 ¼/bu, USD 4.54/bu, and USD 4.67/bu, respectively.

SUGAR – July NY world sugar #11 Friday closed USD€ 0.11/lb. (+0.60%) up, and Aug London ICE white sugar #5 closed USD 1.60/ton (+0.30%) up. Sugar prices Friday recovered modestly from the recent major lows due to some pre-weekend short covering. Friday's sugar prices were undercut by news of higher Brazilian sugar production. Unica reported Friday that Brazil's sugar production in the first half of May rose by 1.0% y/y to 2.567 million tons from 2.542 million tons a year earlier. For the 2024/25 crop year through mid-May, sugar production rose 25.7% y/y to 5.135 million tons. There was fresh bearish news Thursday when India's Meteorological Department said that the monsoon rains have arrived in southern India, slightly earlier than the normal date of June 1. The rain should improve the prospects for India's sugar crop. Also, India's Meteorological Department recently said it expects the 2024 (Jun-Sep) monsoon period to be 106% of a long-term average of 87 centimeters, much better than the 2023 (Jun-Sep) monsoon season of 6% below average and the least rainfall in 5 years.

COFFEE – July Arabica coffee on Friday closed USD€ 10.65/lb. (-4.57%) down, and July ICE Robusta coffee closed USD 150/ton (-3.51%) down. Coffee prices fell on some long liquidation pressure after the sharp rally seen in the past two weeks. Long liquidation pressure emerged after Friday's news of progress on Brazil's coffee harvest. The Arabica harvest is 16% complete, ahead of 14% year-earlier and the 5-year average of 15%. The Robusta harvest is 30% complete, slightly behind 31% year-earlier and the 5-year average of 33%. Coffee prices continue to have support from fears that excessive dryness in Brazil and Vietnam will damage coffee crops and curb global production.

WHEAT – closed with mixed action on Friday. Contracts in Chicago were steady to USD€ 3/bu lower on the day, with July up USD€ 75/bu on the month. Kansas City futures were fractionally lower in the nearbys, with other contracts higher. July was up USD€ 73 ½/bu on the month. MPLS spring wheat was firm to USD€ 2 ¼/bu lower, as July saw a net USD€ 35 ½/bu jump over the course of May. Future contracts at CBOT on Jul 24, Sep 24, and Dec 24, closed today at USD 6.78 ½/bu, USD 6.99 ½/bu, and USD 7.22 ½/bu, respectively.



Production estimates

	Crop year	Sown area	Yield	Production
	2023/2024	45.73 millon ha	3,239 kg/ha	147.68 millon tons
	2022/2022	44.07 millon ha	3,509 kg/ha	154.60 millon tons
	2023/2024	20.62 millon ha	5,414 kg/ha	111.63 millon tons
	2022/2023	22.28 millon ha	5,922 kg/ha	131.86 millon tons
	2024/2025	8.67 millones ha	79,079 ton/ha	685.86 millon tons
	2023/2024	8.33 millones ha	85.580 ton/ha	713.21 millon tons

Source: CONAB: Soybeans & Corn 2022/2023 according to the 12th survey on Sep 6, 2023. Estimates for the crop 2023/24 according to the 8th survey on May 14, 2024

Sugarcane: The crop 2023/24 according to Conab's 4th survey on April 18, 2024. Estimates for the crop 2024/25 according to the 1st survey on Apr 24, 2024.



Crops information



SOYA

May 27 – Soybean prices rose in the Brazilian market over the last week, driven by external appreciation, high export premiums and the exchange rate (BRL/USD). As a result, a survey by Cepea shows that the trading values of soybeans in the ports of Santos (SP) and Paranaguá (PR), Brazil's main soybean export channels, are back to operate at the highest levels of the year. In the field, the soybean harvest of the 2023/24 is heading to the final stretch. According to Conab (National Supply Company), 97% of the 45.7 million hectares cultivated had been harvested by May 20, leaving practically only the states of Maranhão and Rio Grande do Sul to complete field activities. Source: Cepea



CORN

May 28 - Conab indicates off-season harvest at 1.1% and highlights drop in yield in some states. Parts of MS, GO, SP and MG suffer from a lack of rainfall. At the same time, the harvest of the first 23/24 crop continues to advance in Brazil, leaving last week's 72.4% and going to 78.4% of the total forecast, a percentage lower than the 81.8% in the same period last season.



SUGAR

May 31 – Unica reported Friday that Brazil's sugar production in the first half of May rose by 1.0% y/y to 2.567 million tons from 2.542 million tons a year earlier. For the 2024/25 crop year through mid-May, sugar production rose 25.7% y/y to 5.135 million tons. May 23 – Brazil production is forecast 1.5 million tons lower but still the second highest on record at 44.0 million tons as less sugarcane is forecast to be available for crushing due to unfavorably dry weather. The sugar/ethanol production mix is expected to favor sugar relative to the previous season going from 49% to 51% for sugar and from 51% to 49% for ethanol. Consumption and exports are both forecast unchanged. Source: USDA Foreign Agricultural Service, May 23, 24



WHEAT

May 28 – Wheat prices are rising with some strength in foreign and domestic markets. Cepea researchers indicate that, in the international market, agents are attentive to the unfavorable weather in important producing regions of Russia, a country that, it is worth remembering, is the world's largest exporter of wheat. This scenario raises concerns about the global supply of the cereal. Cepea researchers point out that, in this off-season, the volume in stock is lower and this strengthens the selling position.

Quality statistics

Soya

Port	Analysis (%)											Supervised volume (MT)
	Oil	Moisture	Protein	Foreign Matter	Broken	Burned	Heat damaged	Moldy	Total damaged	Greenish	Poisonous seeds	
SANTOS	21.38	12.47	34.57	0.69	5.22	0.32	0.33	0.58	6.39	0.28	FREE	1,486,087
ITACOATIARA	21.71	12.55	34.68	0.52	4.18	0.00	0.21	1.51	6.87	0.00	FREE	1,226,896
PARANAGUÁ	20.86	11.97	34.53	0.60	8.31	0.10	0.52	0.59	5.00	0.60	FREE	1,105,007
SÃO LUIS	22.23	12.78	34.33	0.57	4.13	0.00	0.23	0.59	6.33	0.00	FREE	583,271
BARCARENA	22.07	12.47	34.47	0.67	3.75	0.00	0.25	0.90	5.92	0.00	FREE	419,940
SANTARÉM	22.00	12.55	34.49	0.63	3.68	0.00	0.10	2.23	6.76	0.00	FREE	360,915
SÃO FRANCISCO	21.05	12.04	34.59	0.57	7.59	0.00	0.22	0.59	5.60	0.77	FREE	274,344
VITÓRIA	21.25	13.00	34.41	0.76	5.63	0.10	0.28	0.41	6.15	0.14	FREE	163,270
ARATU	21.19	12.43	34.61	0.50	3.70	0.00	0.00	0.30	4.40	0.00	FREE	69,149
SANTANA	22.16	11.98	34.43	0.70	5.13	0.00	0.00	0.80	6.80	0.00	FREE	53,839
RIO GRANDE	20.36	13.04	34.36	0.80	7.61	0.07	0.59	0.22	5.47	0.17	FREE	18,000

By-products

SBM H

Parameter	Average
Protein	47.66 %
Fat	1.49 %
Fiber	3.6 %
Moisture	12.39 %

SBM

Parameter	Average
Protein	45.50 %
Fat	1.81 %
Fiber	4.8 %
Moisture	12.69 %

SBMP

Parameter	Average
Protein	46.06 %
Fat	1.72 %
Fiber	4.5 %
Moisture	12.66 %

Oils

SBO

Parameter	Average
FFA	0.97 %
Lecithin	0.015 %
Impurities	0.03 %
Moisture	0.13 %

Sugar

VHP

Parameter	Average
Polarization	99.76
Color	927
Moisture	0.08
Ash	0.01
Dextran	67
Starch	163



Corn

Port	Analysis (%)								Supervised volume (MT)
	Moisture	Test Weight	Foreign Matter	Broken	Heat damaged	Germinated	Total damaged	Aflatoxin	
SANTOS	13.46	74.68	0.75	1.14	0.04	0.00	2.80	ND	135,475
PARANAGUÁ	13.33	74.21	0.67	1.53	0.14	0.10	3.69	ND	113,825
ITACOATIARA	13.52	76.09	0.49	0.96	0.00	0.00	2.78	ND	112,447
BARCARENA	12.27	74.40	0.89	1.18	0.02	0.00	4.12	ND	107,077
SÃO LUIS	12.72	74.80	0.75	1.14	0.12	0.00	2.23	ND	102,983
RIO GRANDE	12.70	72.39	0.62	2.03	0.05	0.42	4.12	ND	76,126
SÃO FRANCISCO DO SUL	12.50	74.09	0.78	2.03	0.15	0.00	4.04	ND	67,618
SANTARÉM	12.97	73.36	0.46	0.74	0.03	0.00	4.03	ND	64,208
SANTANA	13.42	74.33	0.91	1.20	0.00	0.00	3.74	ND	30,701

Waiting time

Port	Terminal	Waiting Time
Itacoatiara	Hermasa I	1
Itacoatiara	Hermasa II	1
Itacoatiara	TGSA – Novo Remansa	0
Santarem	Cargill	9
Santarem	CDP 101	3
Santarem	Dolphins	12
Santana	Berth I	1
Barcarena	Unitapajos	1
Barcarena	TGPM	3
Barcarena	Hidrovias	8
Vila do Conde	VDC Buoys	0
Itaqui	Berth 100	4
Itaqui	Berth 103 - Tegram	2
Itaqui	Berth 105 - Vale	3
Salvador	Cotegipe	19
Tubarão	TPD3	2
Santos	Copersucar (Shed 20/21)	6
Santos	CLI (Shed 16/17)	18
Santos	CLI (Shed 19)	10
Santos	Tiplam 2	3
Santos	Tiplam 3	15
Santos	Wharf 12A	6
Santos	TEAG	0
Santos	TEG	8
Santos	TES	1
Santos	Terminal XXXIX	13
Santos	ADM	6
Santos	TGG	8
Santos	Cutrale	1
Santos	T-GRAO	12
Paranaguá	201 West Corridor	5
Paranaguá	206	7
Paranaguá	204 Pasa	18
Paranaguá	212 Export Corridor	14
Paranaguá	213 Export Corridor	14
Paranaguá	214 Export Corridor	13
Antonina	1 / 2 Ponta do Felix	1
São Francisco do Sul	Commercial Berth – Pier 101	5
São Francisco do Sul	TESC – Shed 301	3
Imbituba	Pier 1	12
Imbituba	Pier 3	14
Rio Grande	Tergrasa	5
Rio Grande	Bunge	0
Rio Grande	ERG	0
Rio Grande	Commercial Quay	4
Rio Grande	Bianchini	3

Weather forecast

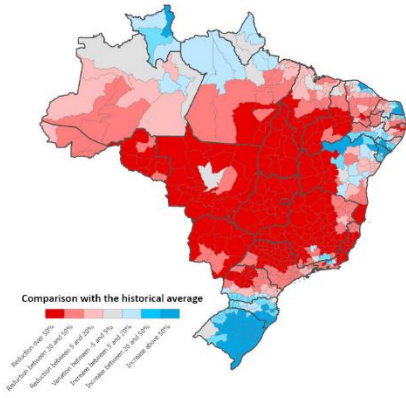
May 2024 Climate Forecast Discussion for the period Jun-Aug 2024 through Sep-Nov 2024

During April 2024, there was a further decline in the sea surface temperatures (SSTs) within the central-eastern equatorial Pacific Ocean compared to the preceding month, leading to a NINO3.4 anomaly index value of +0.81 °C. The weekly-averaged SST anomalies in the NINO3.4 region were +0.30 °C for the week centered on May 08, 2024. According to the early-May CPC ENSO forecast, both a current El Niño Advisory and a La Niña watch for boreal summer and fall remain in place. The Indian Ocean Dipole (IOD) index is currently neutral with the most recent value of +0.22 °C for the week ending May 12, 2024, according to the Australian Bureau of Meteorology. The North Atlantic Ocean continues to exhibit persistent warm SST anomalies. Forecasts indicate that the warming in the North Atlantic Ocean will continue for the next couple of months while the Indian Ocean Dipole is forecasted to be remain in the neutral state, with a developing a La Niña SST anomaly pattern over the tropical Pacific.

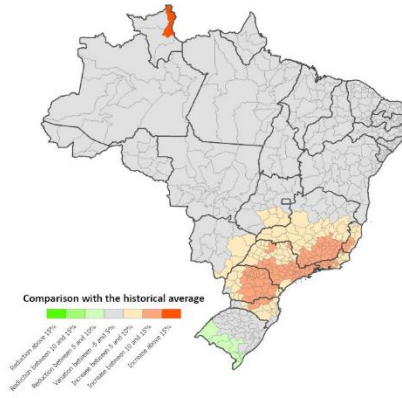
IRI's seasonal precipitation forecasts issued in May show elevated probabilities of above-normal precipitation in various regions during the forecast period, including Central America, and Caribbean regions, Sahel, northeast Africa, and Southwestern parts of the Arabian Peninsula, South Asia, the Maritime Continent regions, parts of China and most parts of Australia. The forecast shows elevated probabilities of below-normal precipitation over the northern parts of South America during Jun-Aug, and Jul-Sep 2024, which fades away during the last two seasons in forecasts in the northern regions, while gradually strengthen in the southern parts of South America in Aug-Oct, and Sep-Nov 2024. There is a gradual leaning towards below-normal precipitation over the southern US and Mexico starting from Jun-Aug 2024 to the end of the forecast period. Many, while not all of these precipitation patterns align with historical La Niña events, many of them do, which is in line with the forecasted onset of La Niña from the boreal summer of 2024.

Regarding temperature, strongly enhanced probabilities for above-normal temperature are forecasted across most land areas throughout the forecast period. In the southern parts of South America, and southern regions of Australia, the forecast show increased probabilities for below-normal temperatures during Jun-Aug, and Jul-Sep 2024. The parts of northeast Africa, Sahel, Southwestern Arabian Peninsula, and parts of South Asia, also shows weak probabilities for below-normal temperatures during Jun-Aug, and Jul-Sep, consistent with the above-normal forecasts of precipitation during the summer monsoon time.

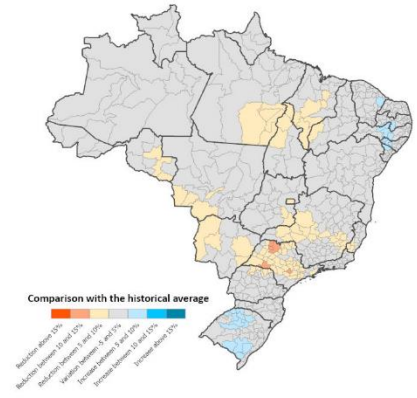
PRECIPITATION
01/05/2024 - 31/05/2024



TEMPERATURE
01/05/2024 - 31/05/2024



RELATIVE HUMIDITY
01/05/2024 - 31/05/2024



Source: Peterson Agricultural and Climate Historical Series (PACHS)

