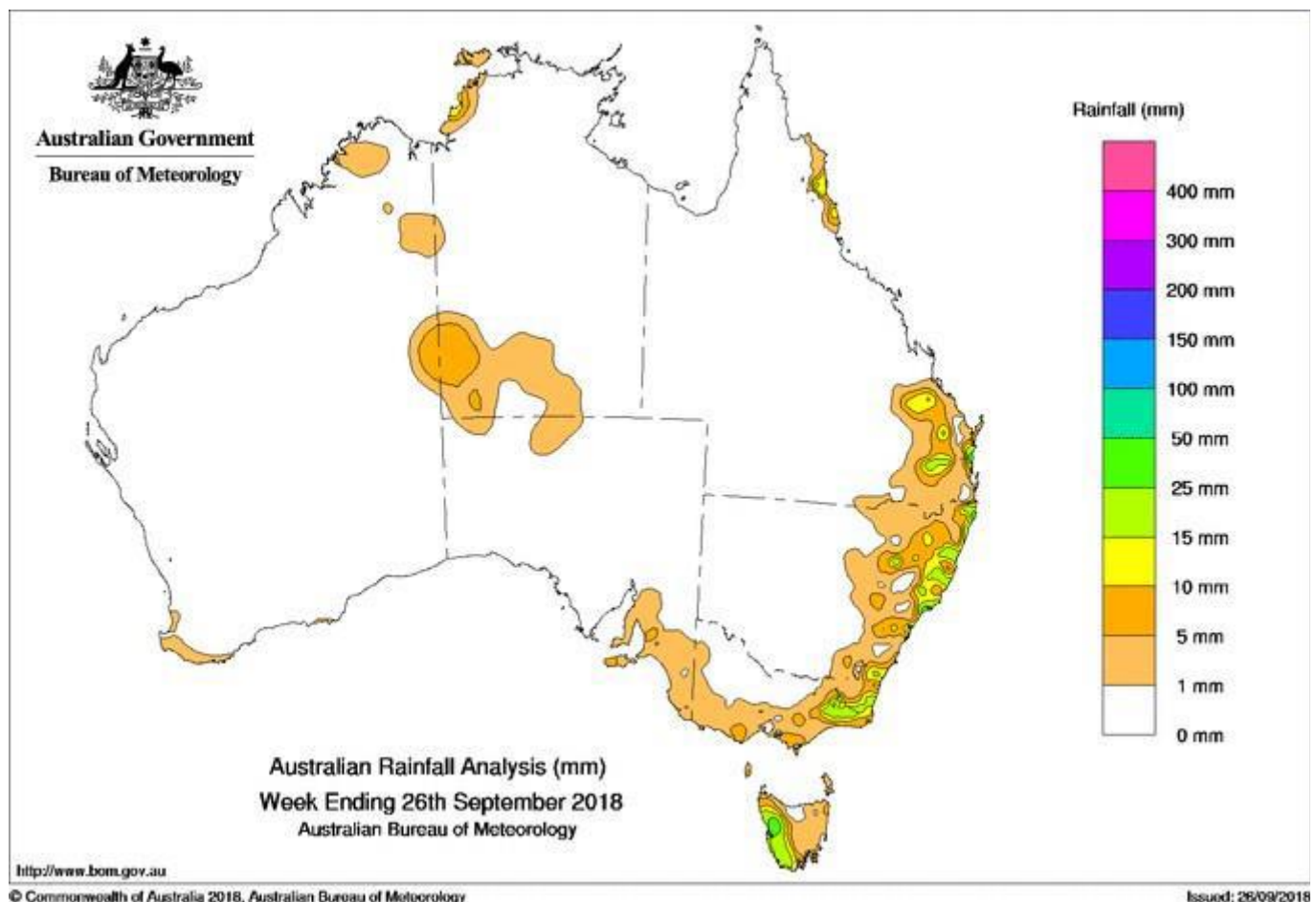


	This Report	Last Report	Change
AUD/USD (Spot)	\$0.7204	\$0.7288	-\$0.0084
CBOT Wht USC/Bu (Spot)	513	523.5	-10.50
CBOT Corn USC/Bu (Spot)	364.75	354.25	10.50
ASX Wht AUD/MT (Jan 19)	\$448.00	\$450.00	-\$2.00
ASX Bar AUD/MT (Jan 19)	\$435.00	\$438.00	-\$3.00



Weather & Crop Conditions

More damaging frosts have swept through Victoria and Southern New South Wales through the week and with a cold front expected to pass through these regions over the weekend additional damage is possible. These frosts have further incentivised hay cutting of cereal crops and combined with the likely yield declines production forecasts are continuing to be wound back in South Eastern Australia. Up to 15 millimetres of rainfall is expected next week in West Australia near Esperance and some parts of Southern NSW which will be a welcome change from the dry experienced in recent weeks. Rain forecasts for the following week are predicting some scattered showers throughout the eastern states however the most substantial falls appear to be contained largely to the coast.

Wheat – Global

Global cash values relatively stable this week with Black Sea origins continuing to be the most competitive in nearby positions. Other major export origins content to hold current premiums, looking further out into the 2019 calendar year for the future opportunity to move intended export volumes. Internationally, Australia's declining crop conditions also gaining additional commentary with lower YOY export volumes available to offset the likely lower January 2019 to July 2019 volumes supplied by the Black Sea. This week, US futures also range bound ahead of the September 30 USDA Stocks report.

Coarse Grain – Global

Snow, rain and cold conditions persist for Northern Alberta and Saskatchewan which will likely make the remainder of harvest a slow and drawn out process, significant areas of crop remain unharvested in these regions and quality will be reduced for those crops still standing. September rainfall has been much improved for Argentinian barley growing regions, Bolsa De Cereals has the Argentinian crop ranging from normal to excellent condition and has increased area estimates to 1 million hectares from 950k hectares. December US corn futures have moved another 10c/bu higher week on week, wet harvest conditions in Ohio, Indiana and Illinois, more rainfall forecast and strong export sales has pushed this market higher.

Wheat – Australia

Interior new crop markets in Victoria have rallied in response to frosts and dry weather and track values are now close to import parity from West Australia. Transhipments continue to supply most Queensland and New South Wales markets with wheat vessels now moving through Port Kembla. Northern New South Wales and Queensland track markets have softened slightly over the week with consumer interest withdrawn for the time being. Current forecasts indicate there could be some rainfall in New south Wales next week whilst Victoria looks relatively dry.

Coarse Grains – Australia

New crop feed barley has held parity to wheat in delivered Downs and Newcastle track markets with drought feeding continuing to provide support at these levels. New crop Port Kembla track values firmed towards the end of last week as frosts and dry weather continue to push yield potential lower. Sorghum new crop values have softened from the highs seen last week with the spread to wheat largely unchanged. The rainfall forecast in sorghum growing regions is a positive sign for new crop production however further rainfall events are needed to return the northern moisture profiles to a level that will encourage planting.

