

ArrowStream

Grains

The grain sector's performance and headlines were all pretty similar to the week prior, with soybean oil the only big ticket item making notable moves. Palm oil futures continued to rip higher last week off the back of deflated yields and a push for more biofuel usage in Indonesia. That and a bounce back in crude oil prices were probably the two main factors responsible for SBO shooting up to a three-month high last week. The USDA also reported a 30,000 metric tons flash sale of SBO to India on Friday, the first U.S. SBO sale to the country since March 2022. Over the past few decades, India has grown to become the world's fourth biggest SBO consumer and by far the biggest importer, accounting for nearly 30% of global SBO imports during the 2023/24 marketing year while the next five biggest importers combined only accounted for 26%. In a vacuum, 30,000 MT of sales in a week isn't unheard of, but given the importance of this particular buyer, the futures board might be rallying on the hope that this is just a precursor to further business down the line. India's SBO buying from the U.S. over the past few decades has been spotty at best, so we're not convinced this is anything more than a one-off at the moment, but the palm oil strength should keep SBO underpinned in the near term. Prices USDA, FOB.

Description	Market Trend	Supplies	Price vs. Last Year
Soybeans, bushel	Decreasing	Steady	Lower
Crude Soybean Oil, lb	Increasing	Steady-Short	Lower
Soybean Meal, ton	Decreasing	Available	Lower
Corn, bushel	Increasing	Steady	Lower
Crude Corn Oil, lb	Increasing	Steady-Short	Lower
High Fructose Corn Syrup	Increasing	Steady	Lower
Distillers Grain, Dry	Decreasing	Steady-Short	Lower
Crude Palm Oil, lb BMD	Increasing	Short	Higher
HRW Wheat, bushel	Steady	Steady	Lower
DNS Wheat 14%, bushel	Decreasing	Steady	Lower
Durum Wheat, bushel	Steady	Steady-Short	Lower
Pinto Beans, lb	Increasing	Available	Lower
Black Beans, lb	Increasing	Available	Lower
Rice, Long Grain, lb	Steady	Available	Higher

