U.S. WHEAT ASSOCIATES

Dependable People. Reliable Wheat.

World Wheat Supply and Demand Situation

Major data source: USDA World Agricultural Supply and Demand Estimates released June 10, 2022, unless otherwise indicated. Projections will change over the course of the year depending on weather and other developments.

01 *Major Exporters*

02 *Import Demand*

03 *U.S. Situation by Class*

04 *Outlook*

Highlights of USDA's 2022/23 Wheat S&D Estimates

2022/23 global wheat production projected at 773.43 MMT, 1.4 MMT less than the May estimate

- Russian wheat production is increased from May and forecast at 81 MMT, 8% higher than 2021/22
- Wheat production in the European Union is projected down 40,000 MT to 136.1 MMT, 2% less than 2021/22
- India's wheat production is projected to fall 2.5 MMT to 106.0 MMT compared to May's estimate and 3% less than 2021/22
- U.S. production is forecast up 210,000 MMT compared to last month at 47.2 MMT in 2022/23

Global consumption trimmed 1.5 MMT from last month's forecast to 785.99 MMT, 2% greater than the 2022/23 global wheat production estimate

- Domestic consumption in North Africa is estimated at 47.6 MMT, up 1% compared to 2021/22
- Domestic consumption in Argentina is expected to fall 200,000, to 6.3 MMT for 2022/23
- U.S. domestic consumption forecast to fall 1% from last season to 30.2 MMT in 2022/23

World wheat trade reduced from last month to 204.59 MMT, but 3% higher than 2021/22

- Exports from India are slashed from last month to 6.5 MMT in 2022/23 following the government's abrupt ban on wheat exports
- Ukraine's exports are forecast at 10.0 MMT, unchanged from last month but 47% lower than 2021/22
- Russia's exports are raised 1.0 MMT from last month to 40.0 MMT
- U.S. 2022/23 exports are unchanged from last month at 21.09 MMT, 16% below the 5-year average

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Highlights of USDA's 2022/23 Wheat S&D Estimates

World beginning stocks lowered 320,000 MT from May to 279.40 MMT, 4% less than 2021/22

- European Union beginning stocks estimated up 750,000 MT to 14.3 MMT
- Argentina's beginning stocks cut 900,000 MT from May to 1.4 MMT
- U.S. 2022/23 beginning stocks projected at 17.8 MMT, unchanged from May and down 23% compared to 2021/22

Global ending stocks cut 170,000 MT from May and projected at 266.85 MMT, 4% lower than 2021/22

- Bangladesh's ending stocks forecast at 1.6 MMT, 26% less than 2021/22
- Ending stocks in North Africa forecast at 9.6 MMT, 6% less than May's forecast
- U.S. ending stocks are forecast up 210,000 MT from last month to 17.0 MMT

U.S. wheat farm gate price unchanged from last month but higher than last year

- The average farm gate price of U.S. wheat in 2022/23 is forecast to be $10.75 per bushel ($394.95/MT), 40% higher than a year ago

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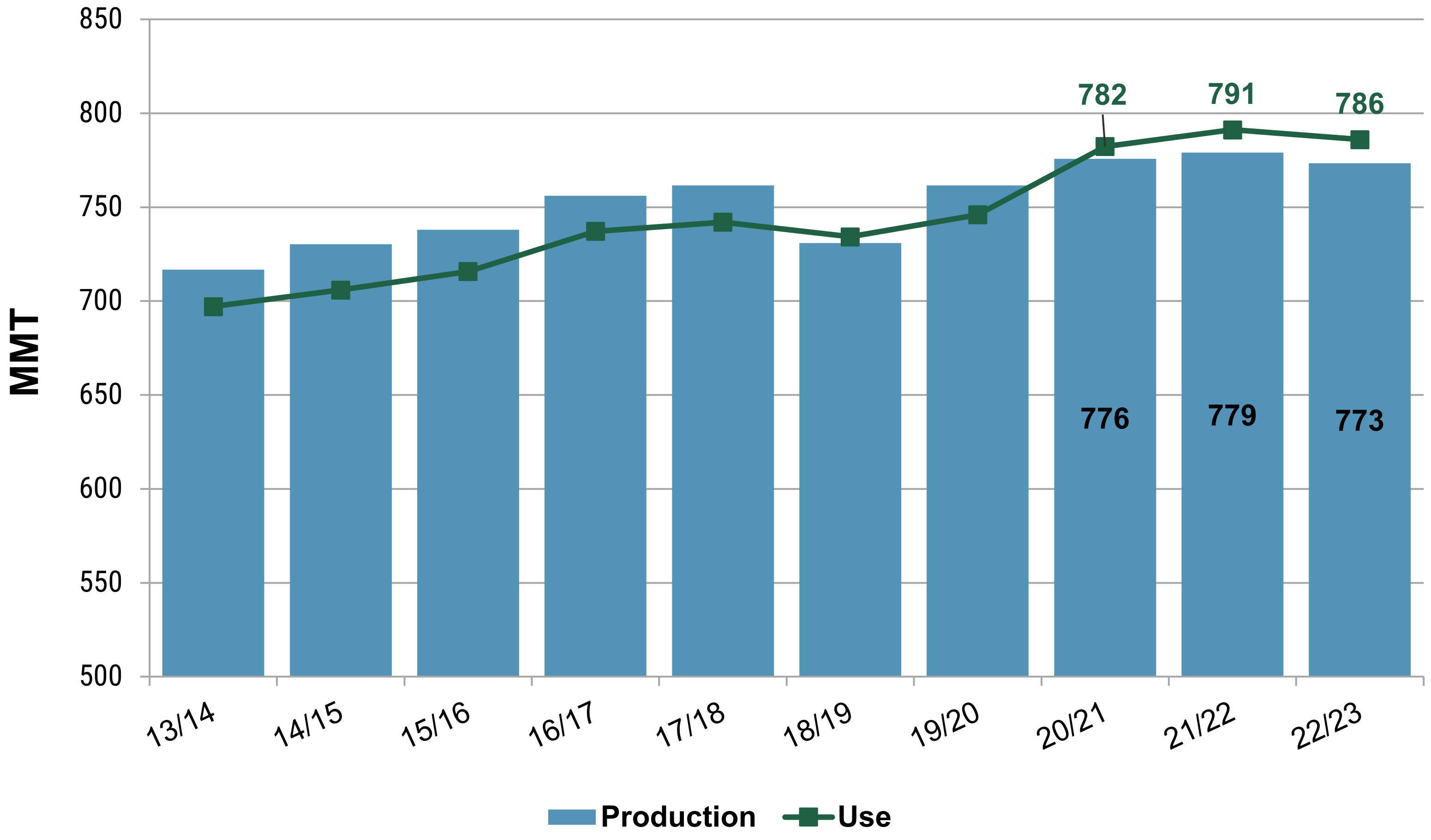
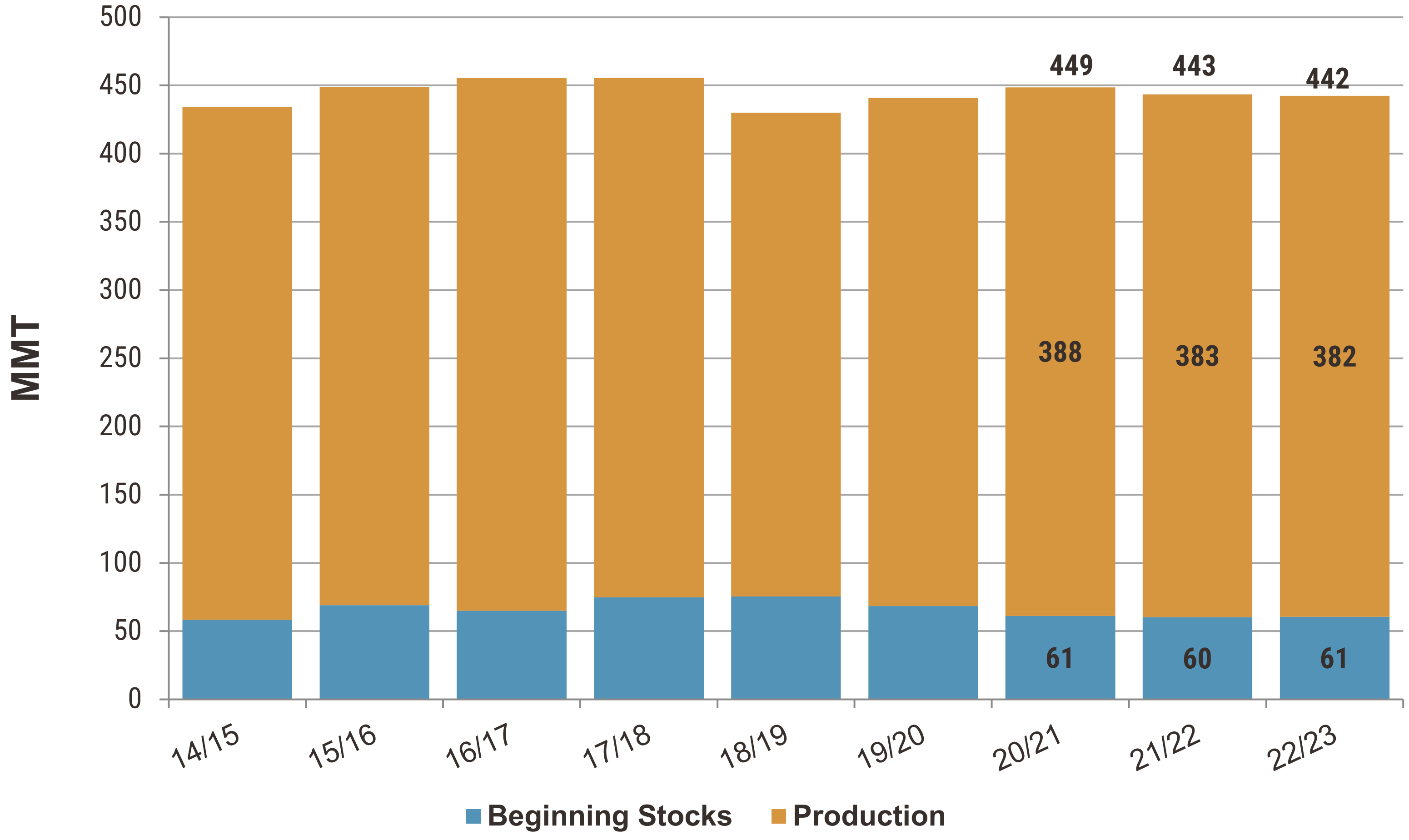
World Production and Use



Supplies in Top Exporting Countries*

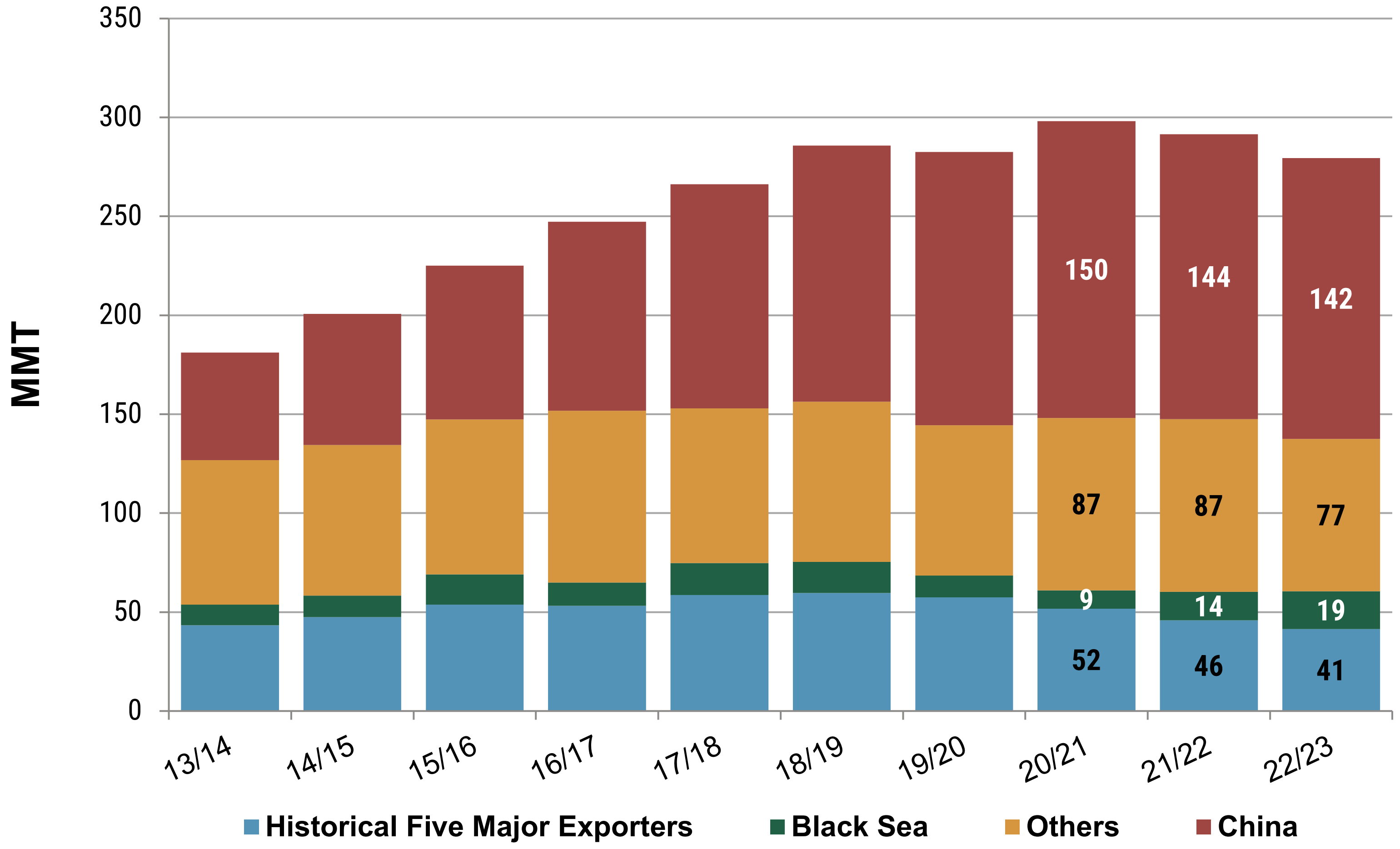


Includes U.S., Canada, Australia, Argentina, EU, Russia, Ukraine and Kazakhstan

World Wheat Supply and Demand (MMT)

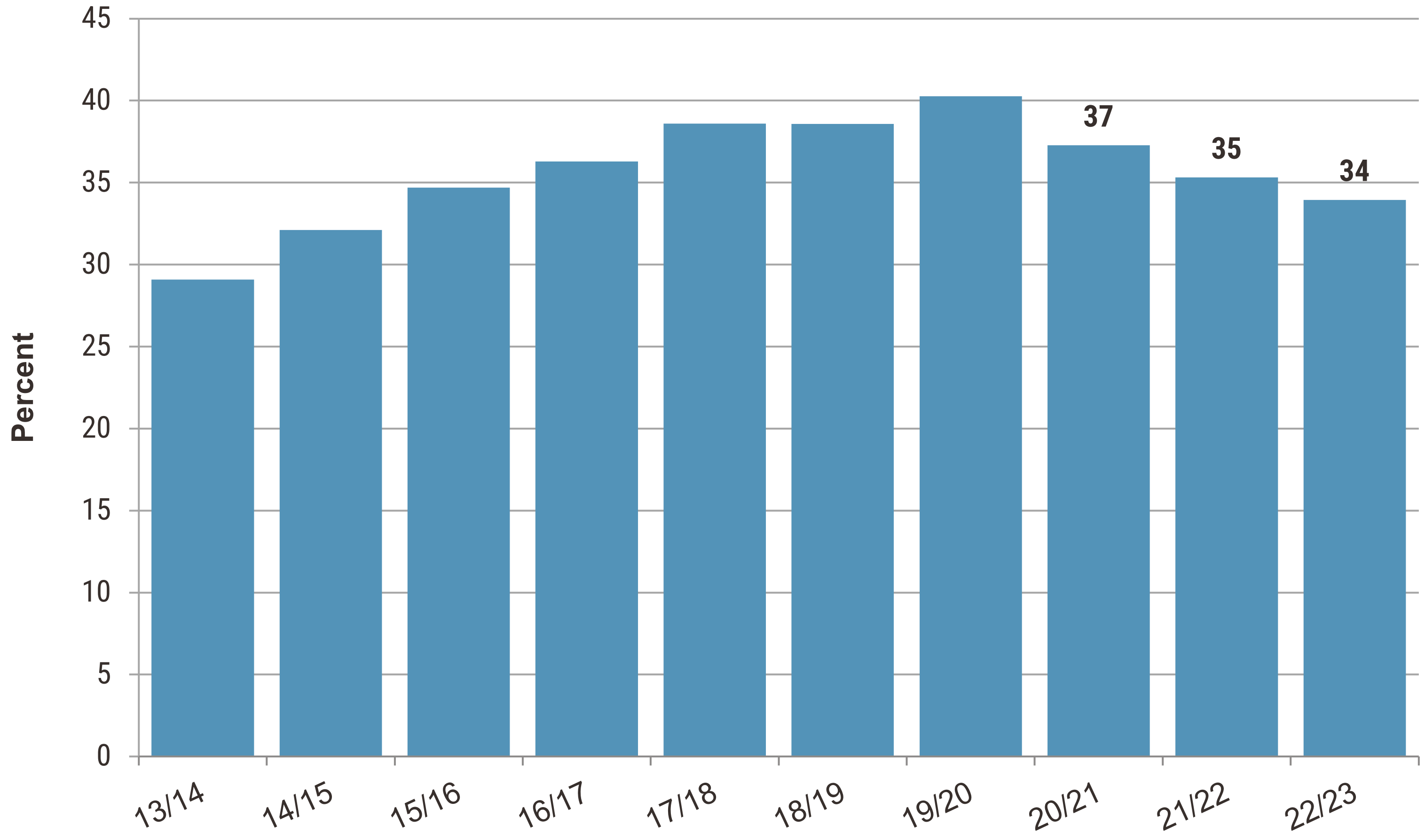
		20/21	21/22	22/23
SUPPLY:	Beginning Stocks	298	292	279
	Production	776	779	773
	Supply Total	1074	1071	1053
	Ending Stocks	292	279	267
TRADE:	Exports/Imports	203	199	205
DEMAND:	Food & Seed	624	630	633
	Feed & Residual	158	161	153
	Use Total	782	791	786

World Beginning Stocks



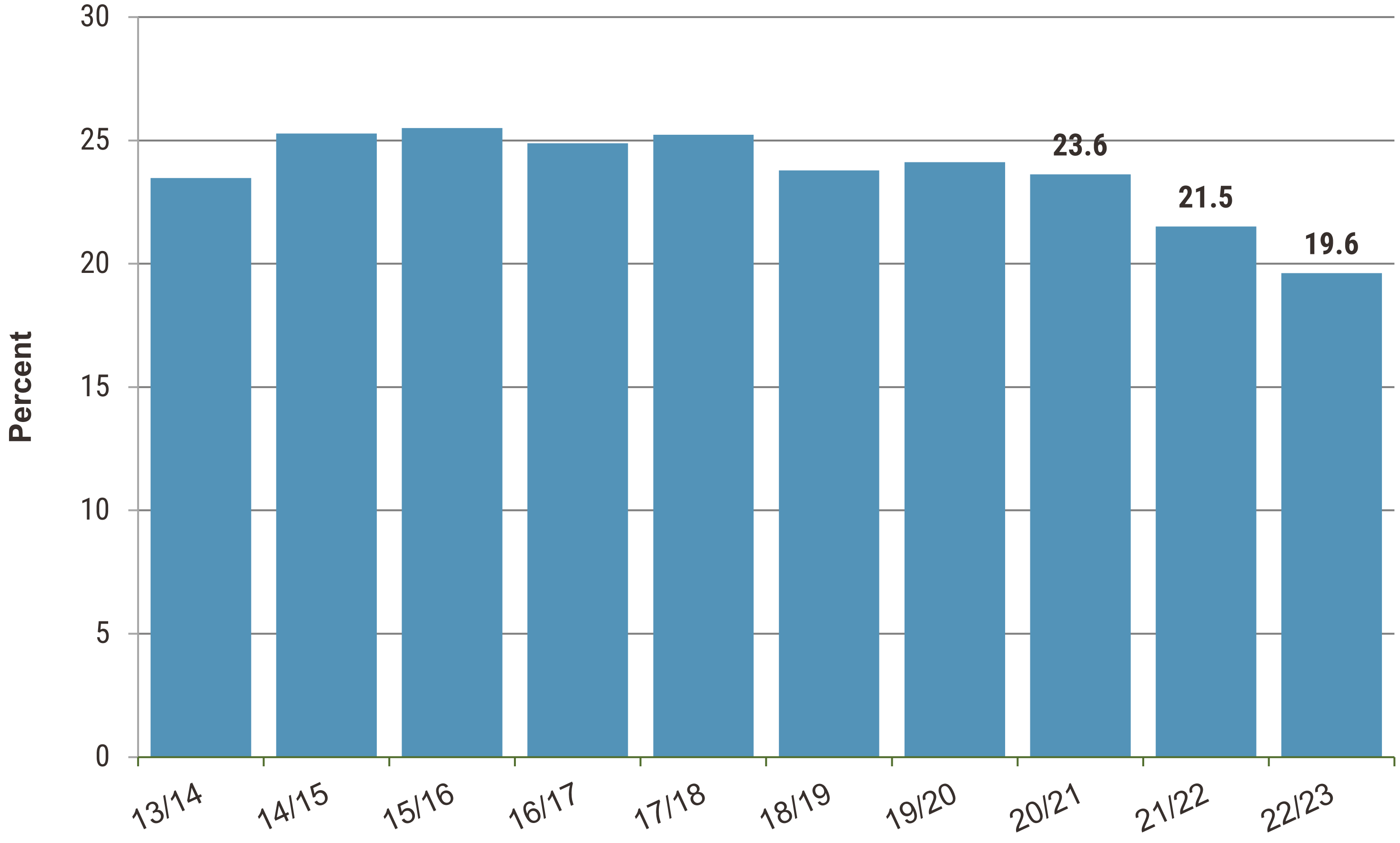
Historical Five Major Exporters include U.S., Canada, Australia, Argentina and EU. Black Sea includes Russia, Ukraine and Kazakhstan.

Global Stocks*-to-Use Ratio



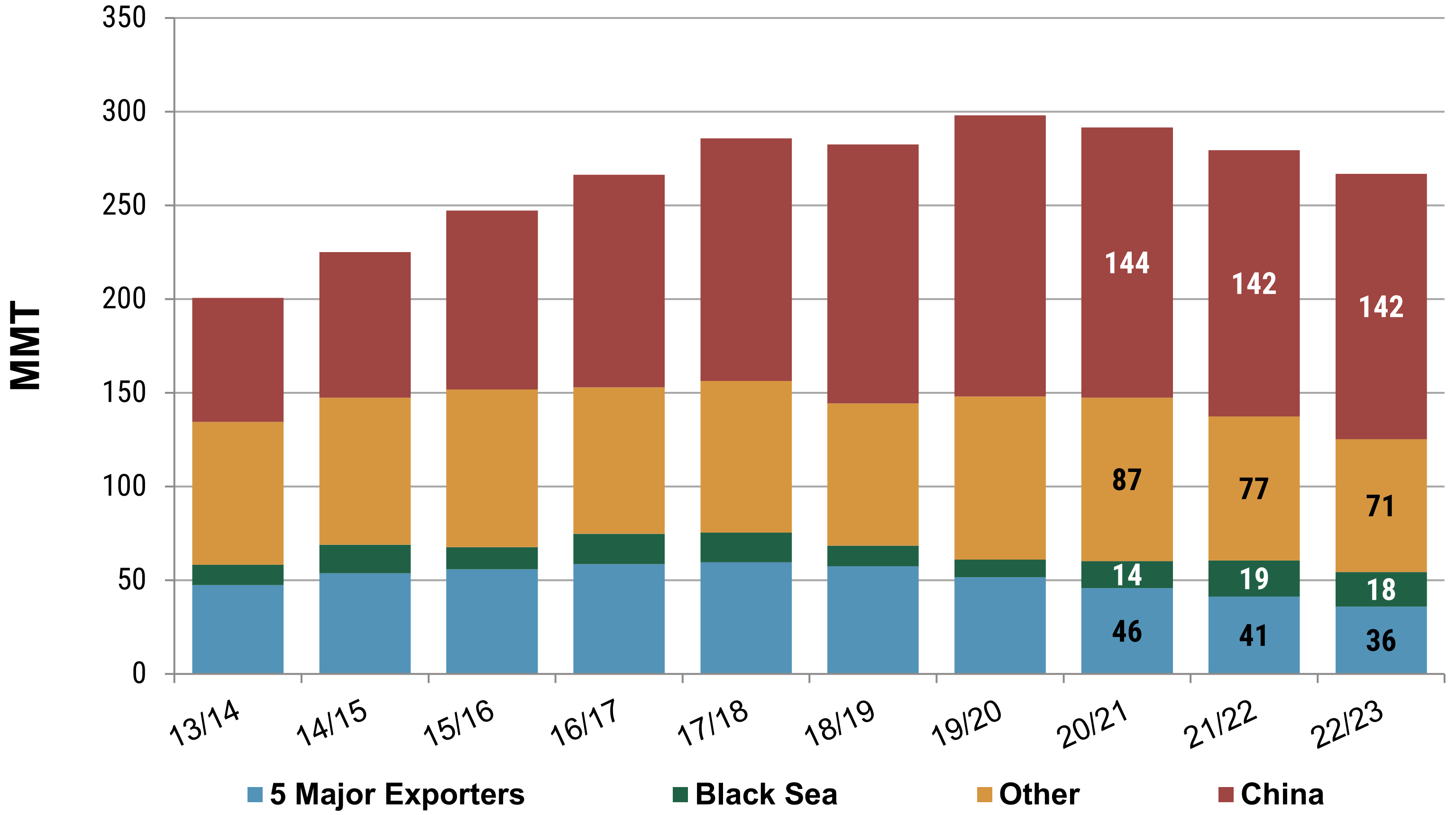
*Ending stocks

Global Stocks*-to-Use Ratio w/o China



*Ending stocks

World Ending Stocks



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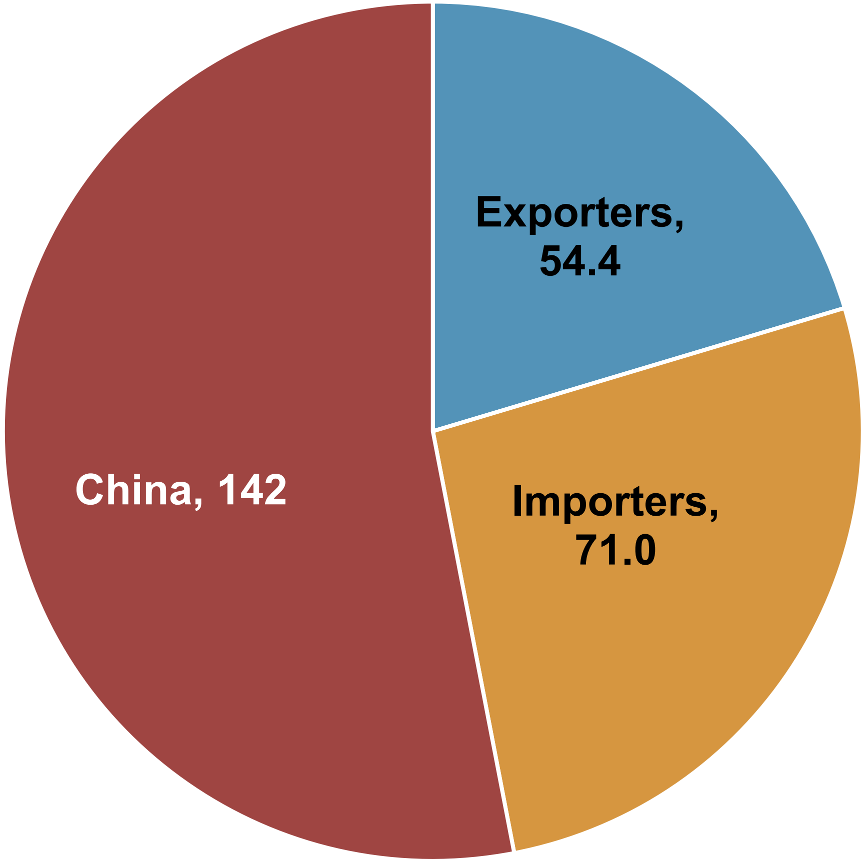
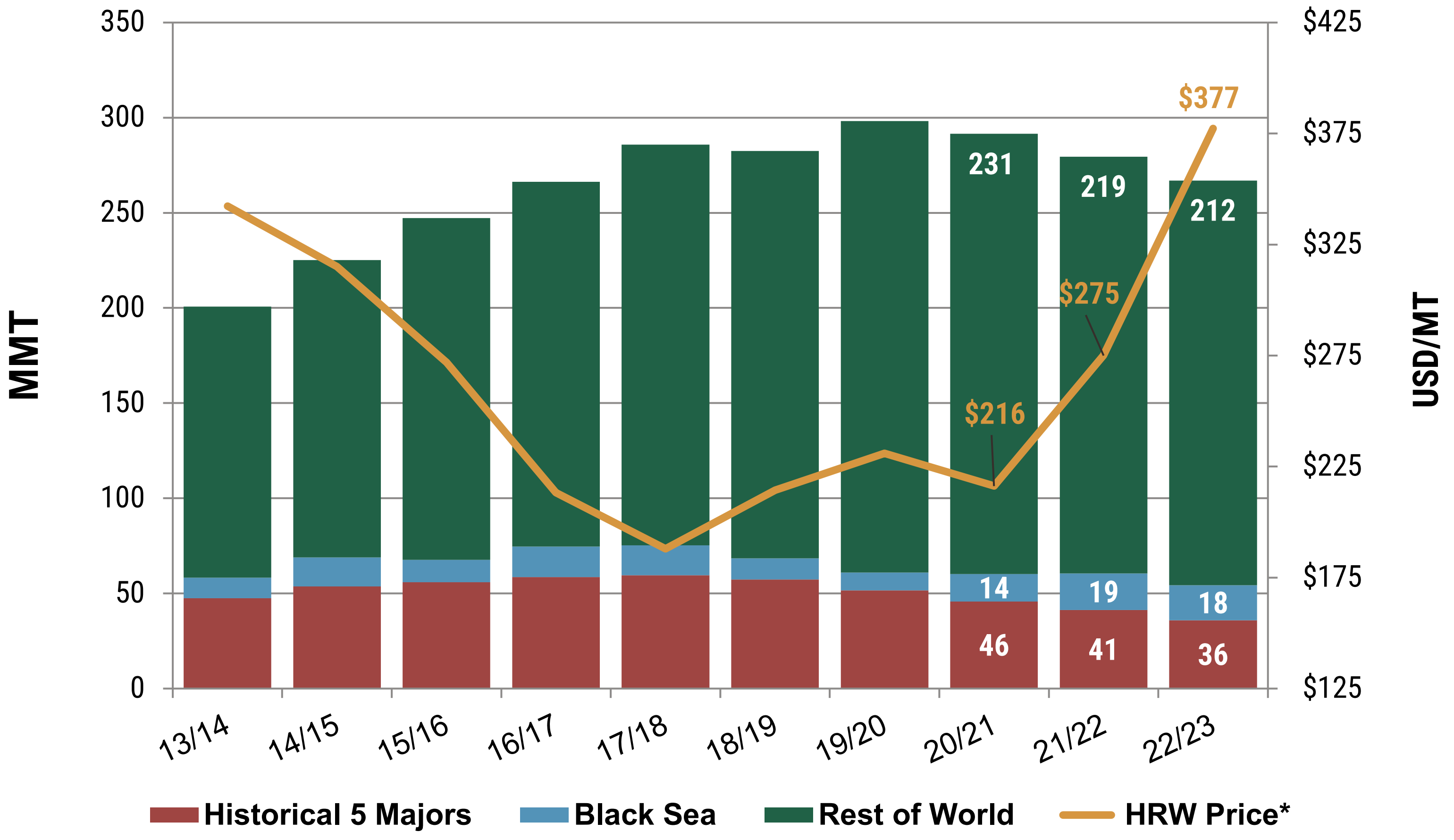
World Ending Stocks by Position (MMT)



Global Ending Stocks and Price



*Source: U.S. Wheat Associates Price Report, June 10, 2022

01

Major Exporters

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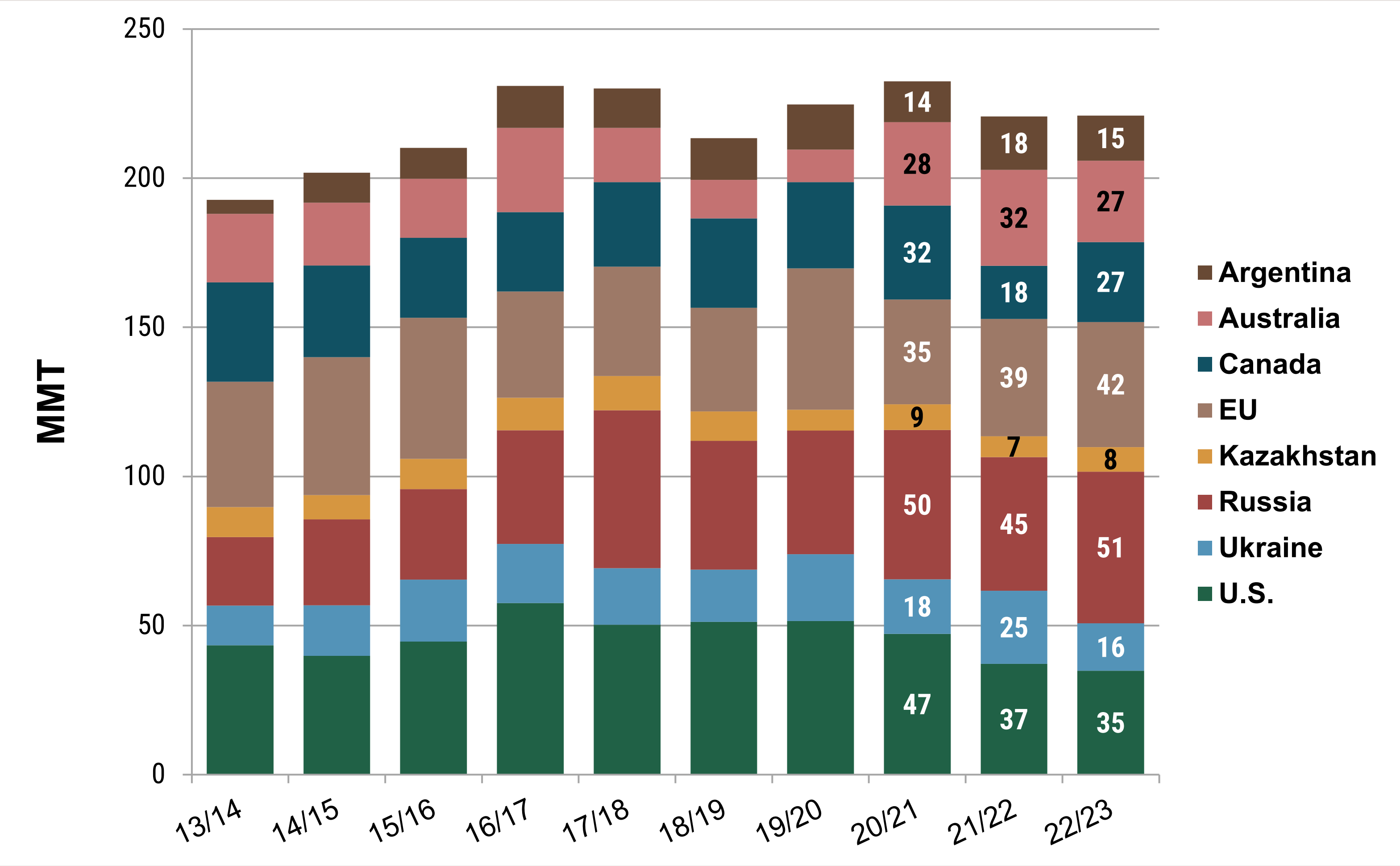
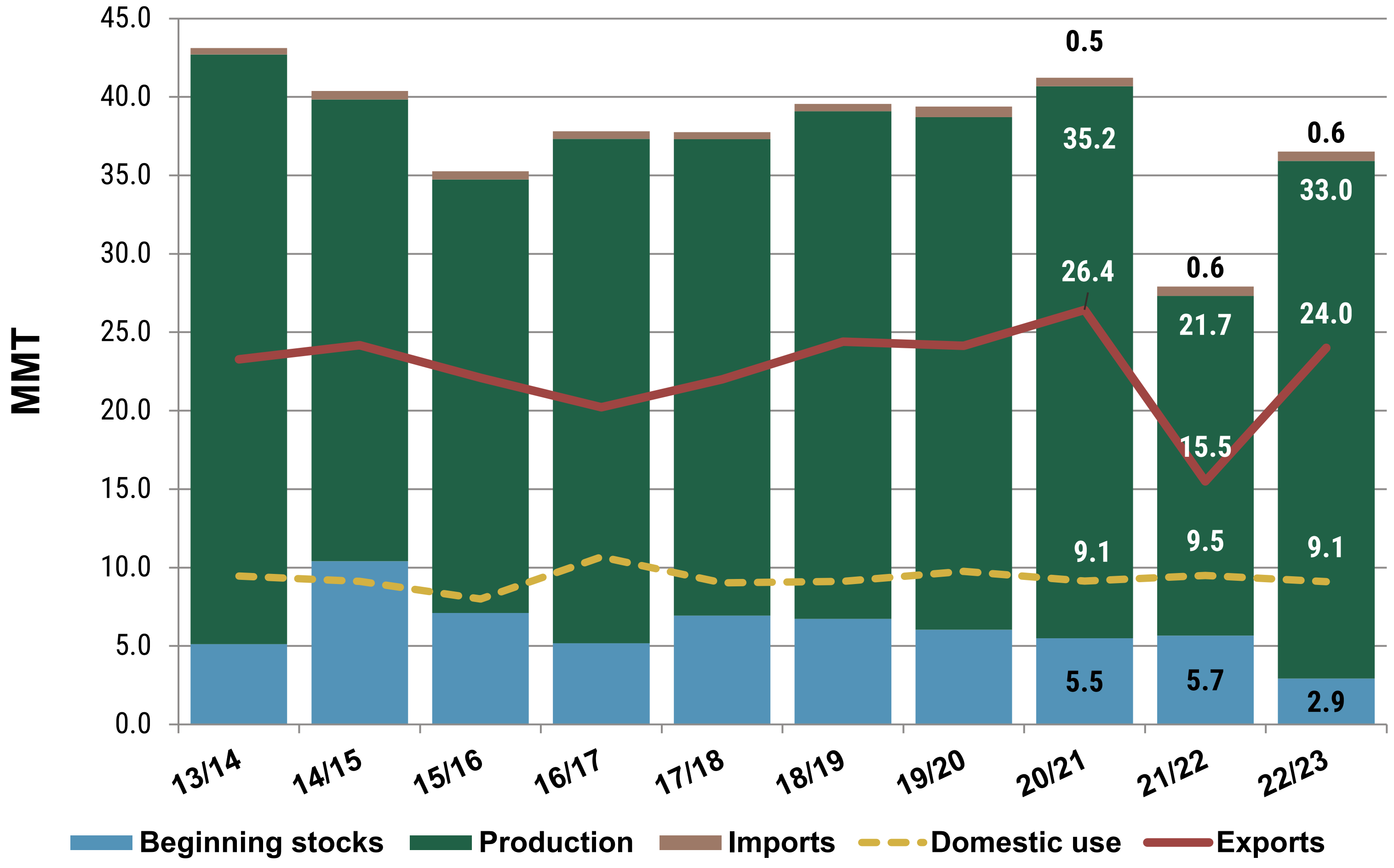
Exportable Supplies in Top Exporting Countries

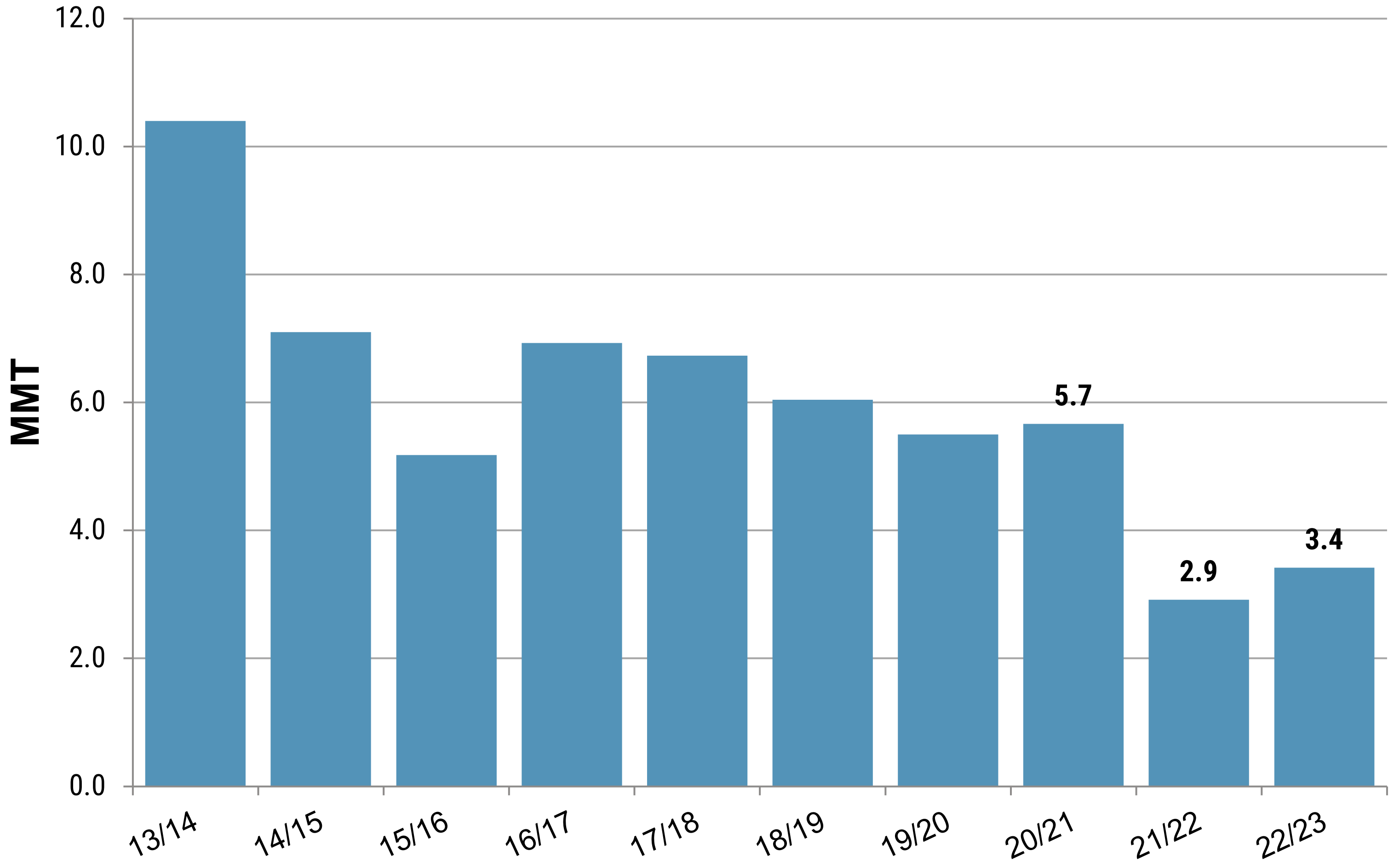


**Exportable Supplies = (Beginning Stocks + Production) – Domestic Consumption*

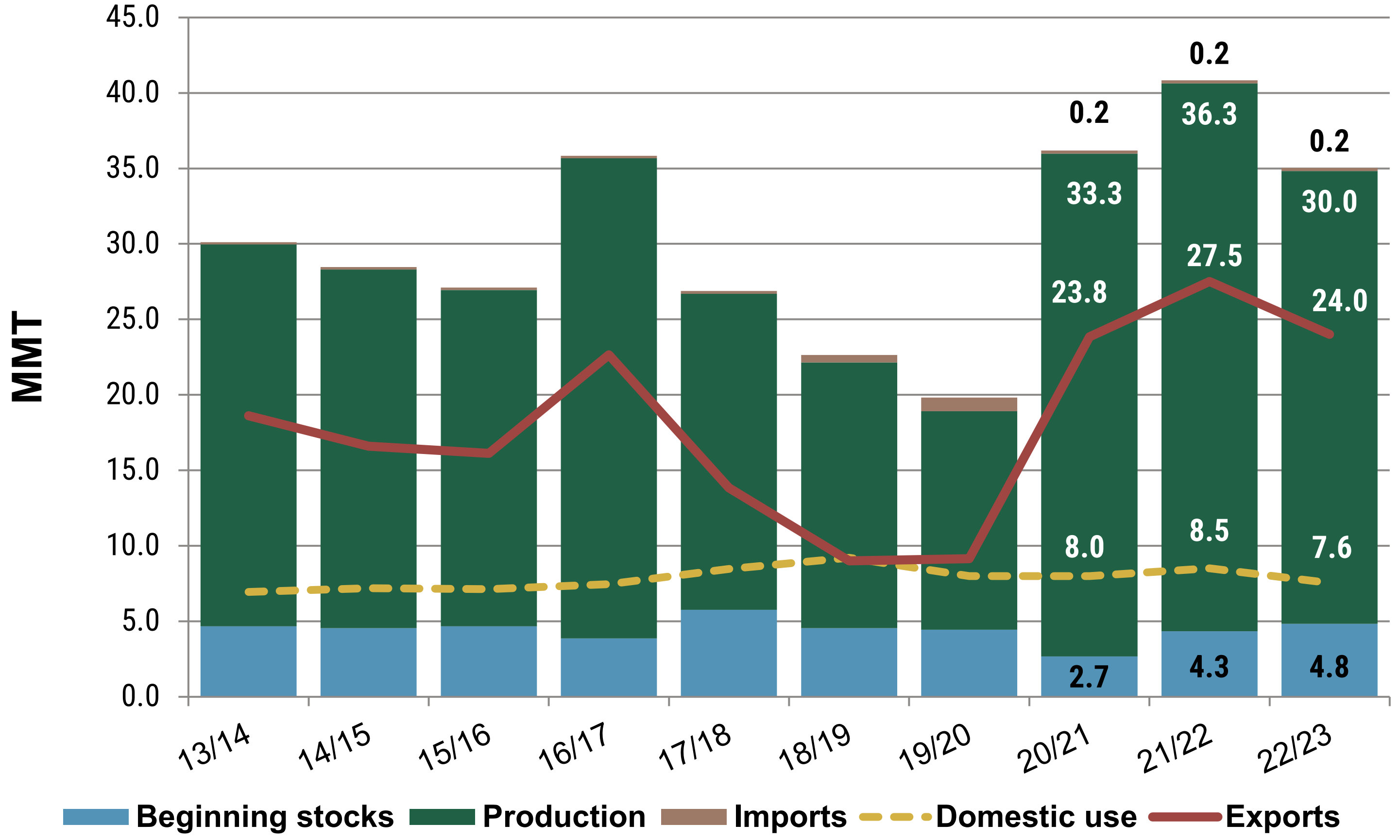
Canada Situation



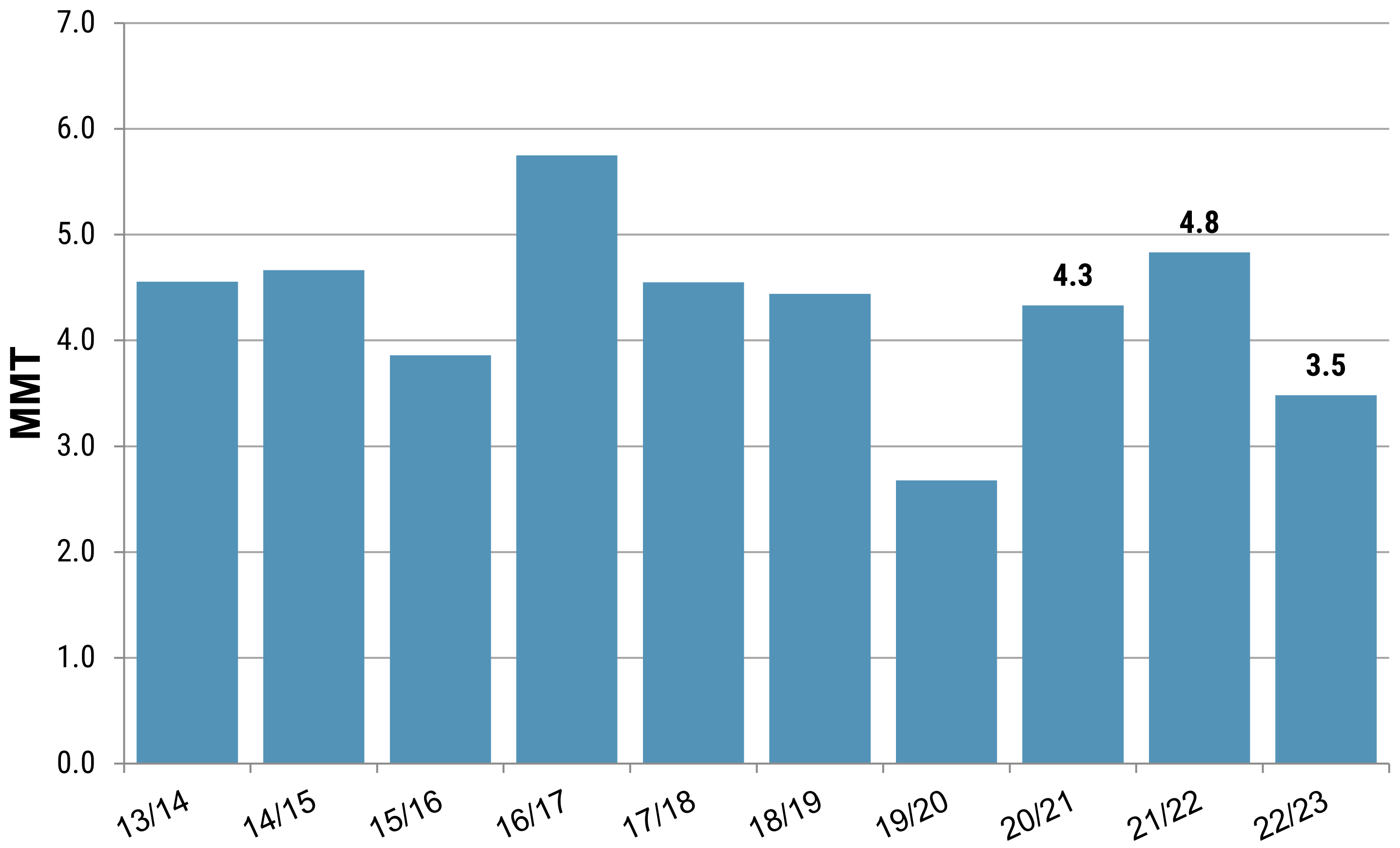
Canada Ending Stocks



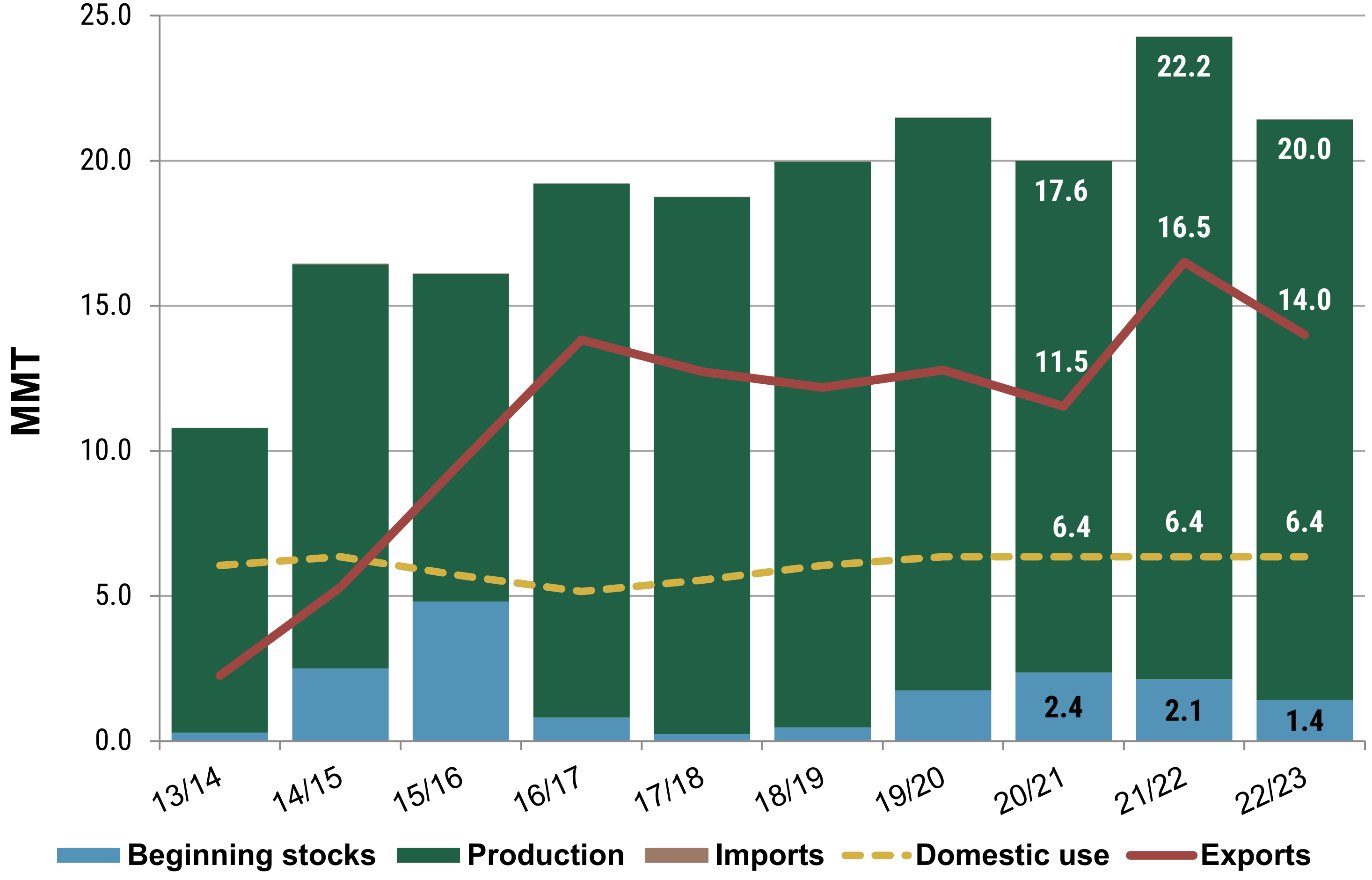
Australia Situation



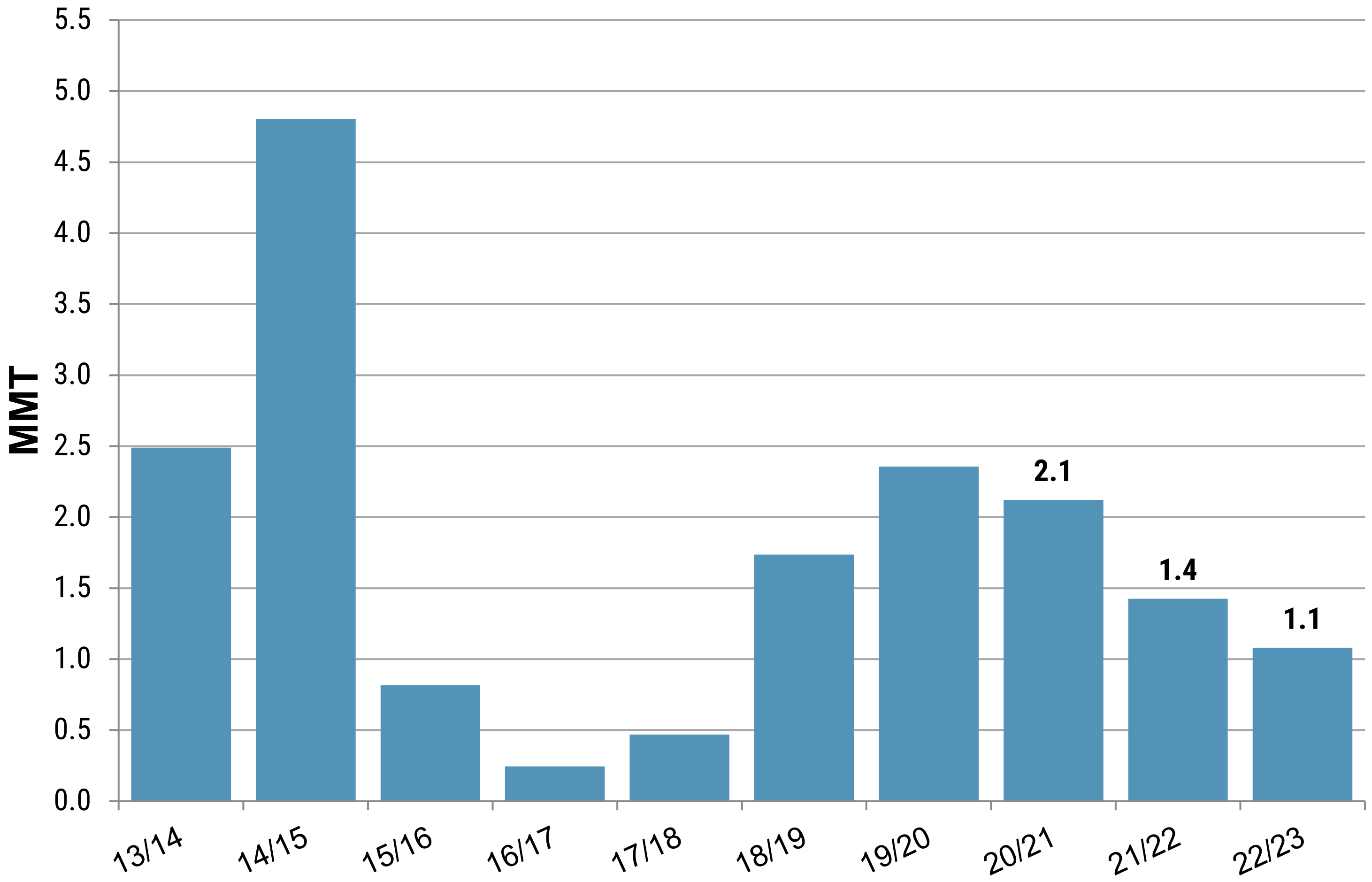
Australia Ending Stocks



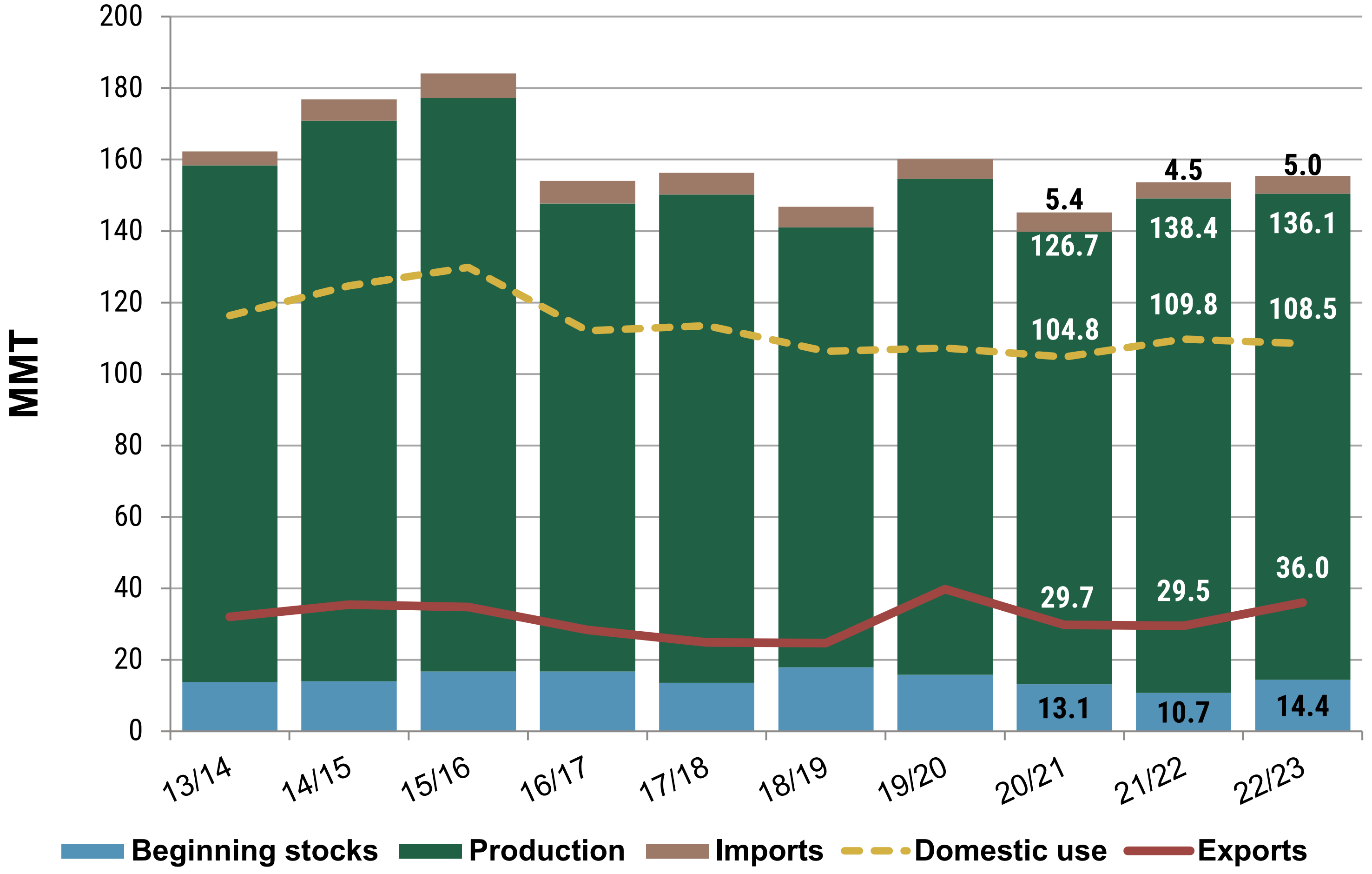
Argentina Situation



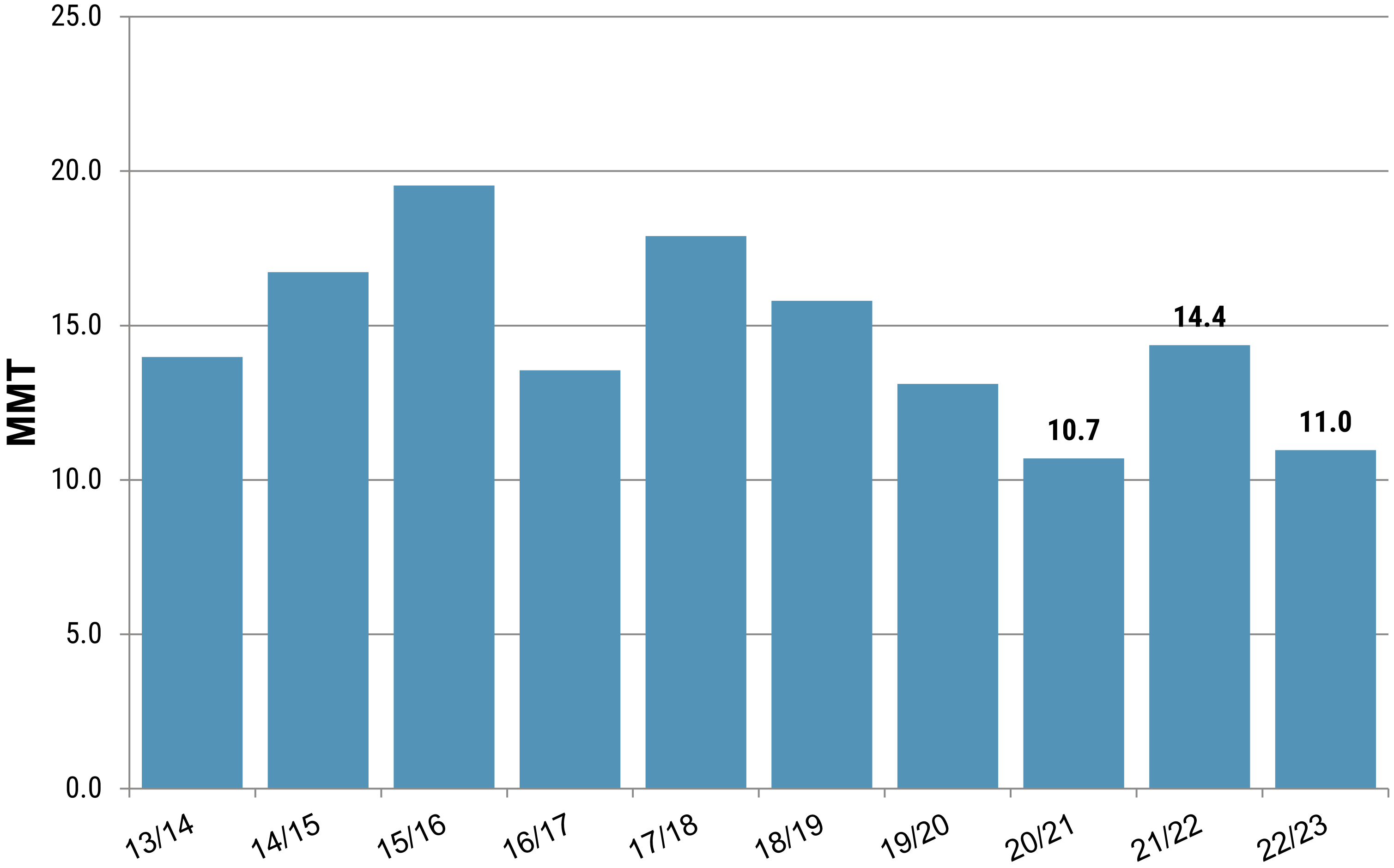
Argentina Ending Stocks



EU Situation



EU Ending Stocks



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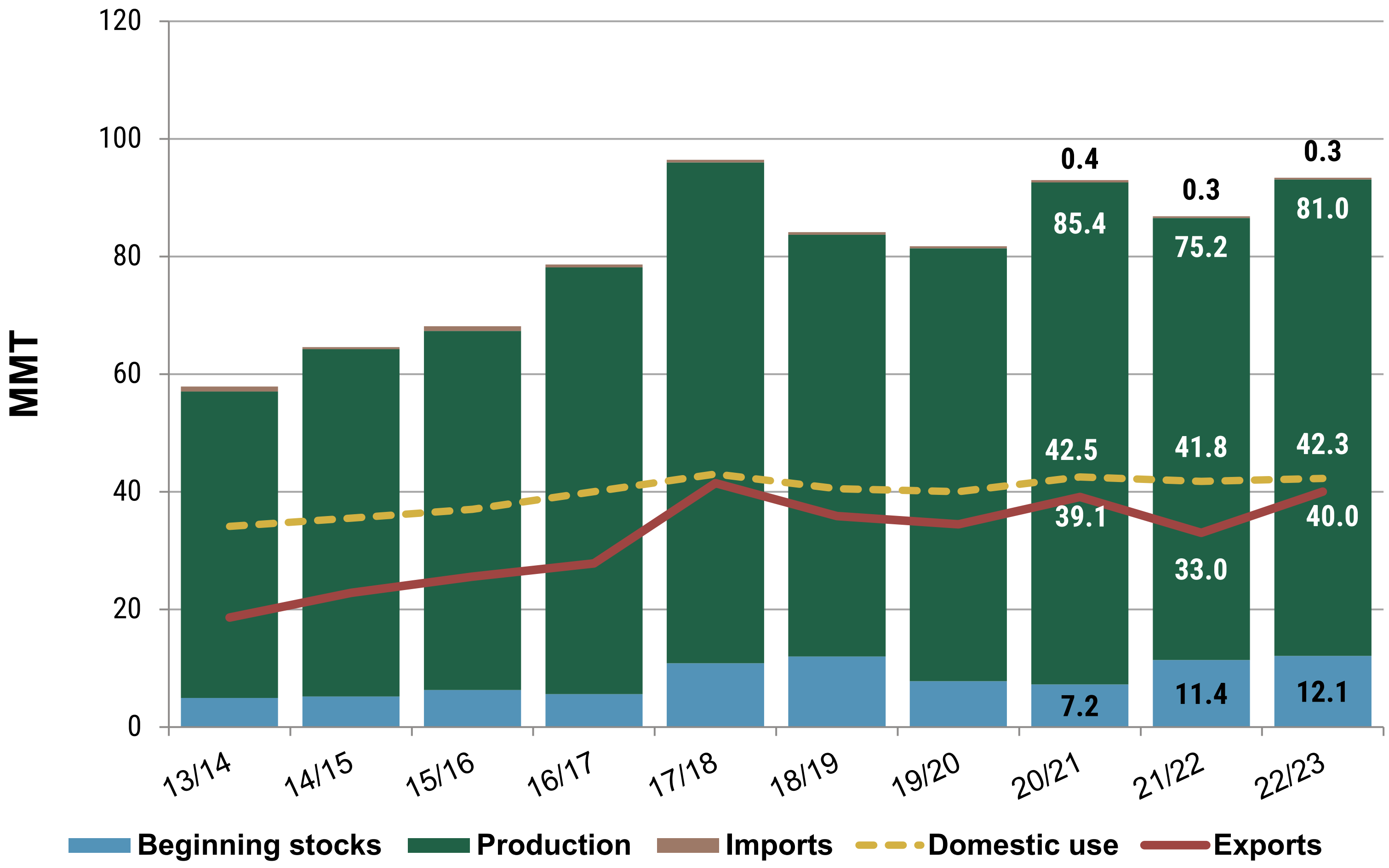
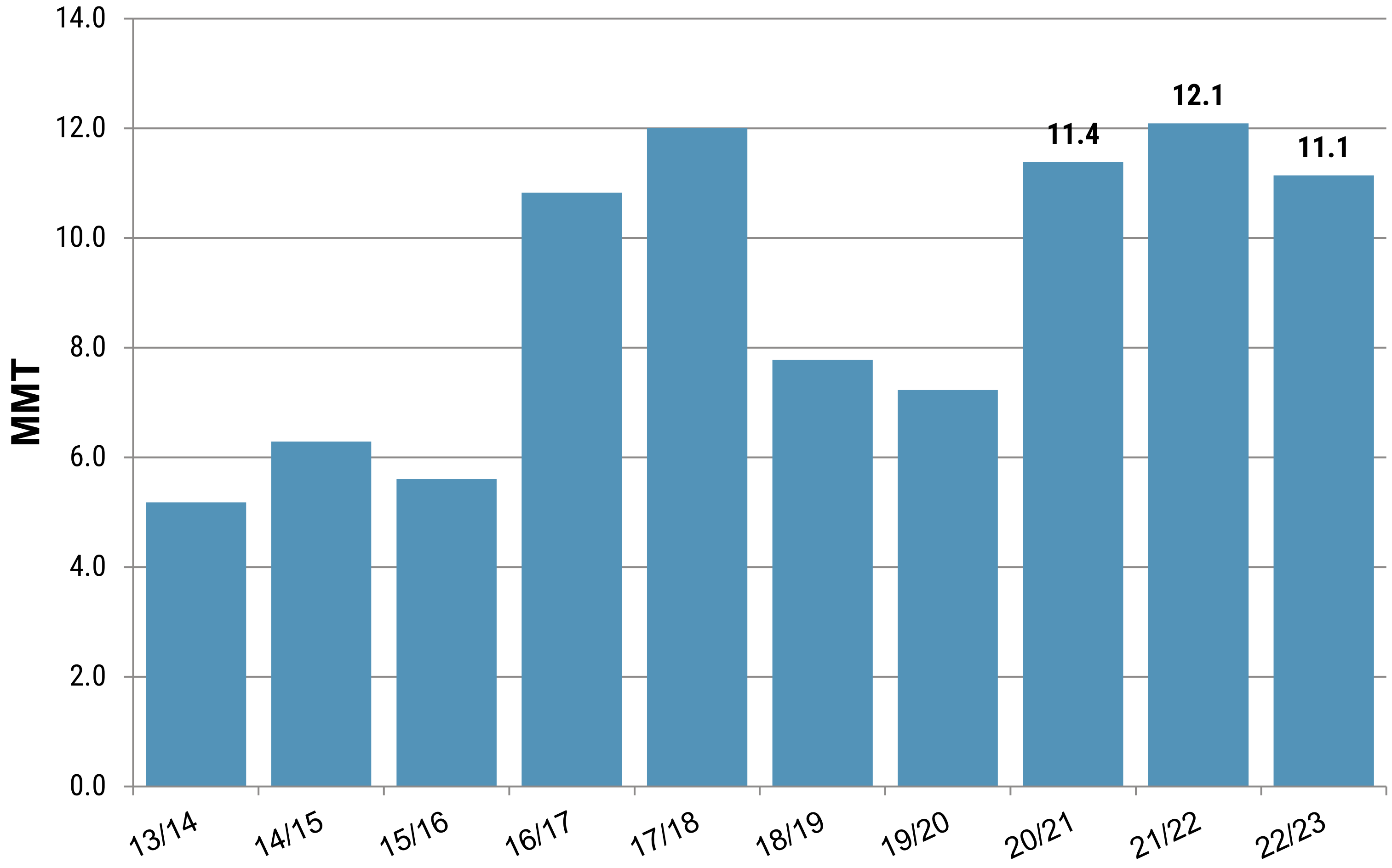
Russia Situation



Russia Ending Stocks



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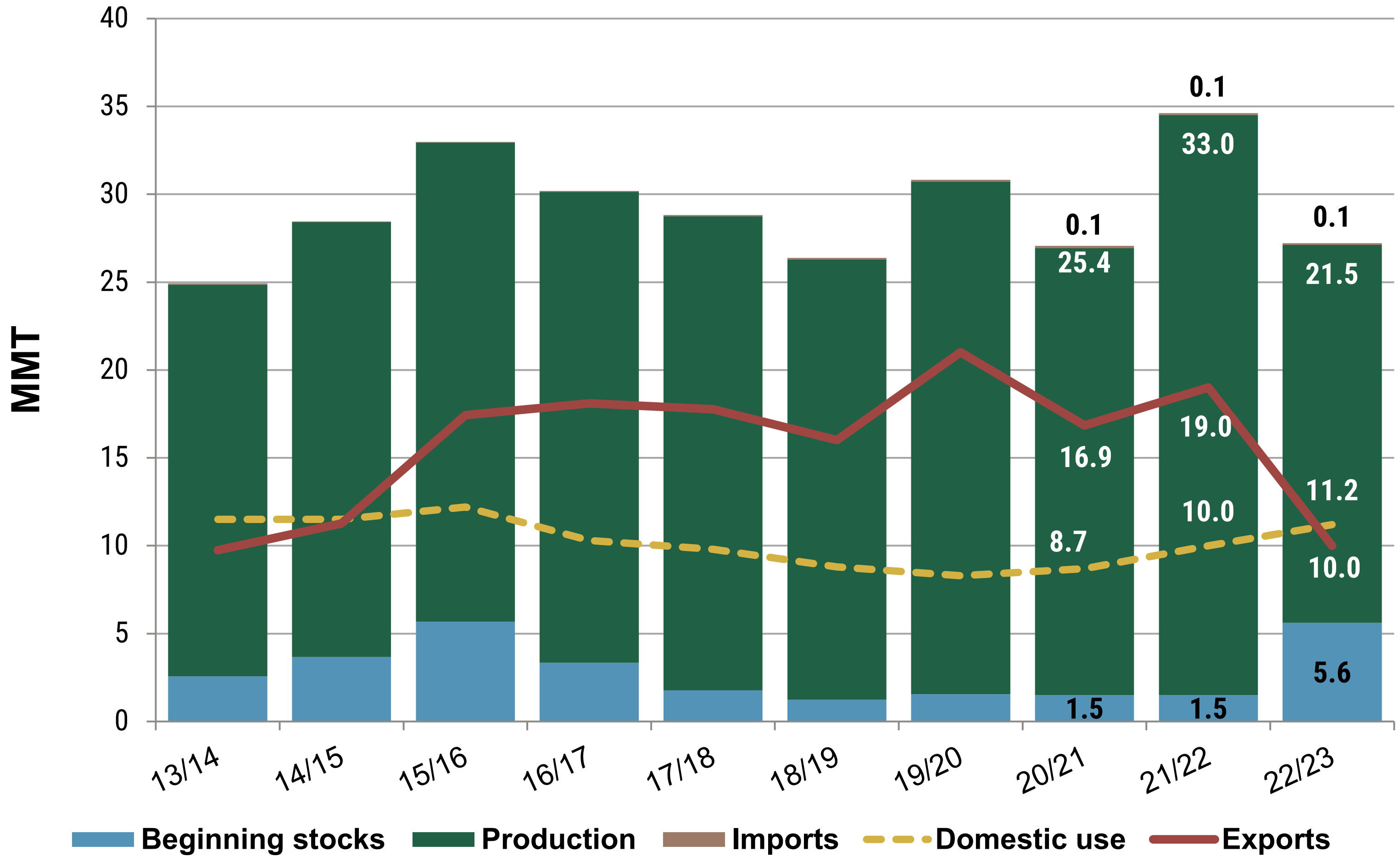
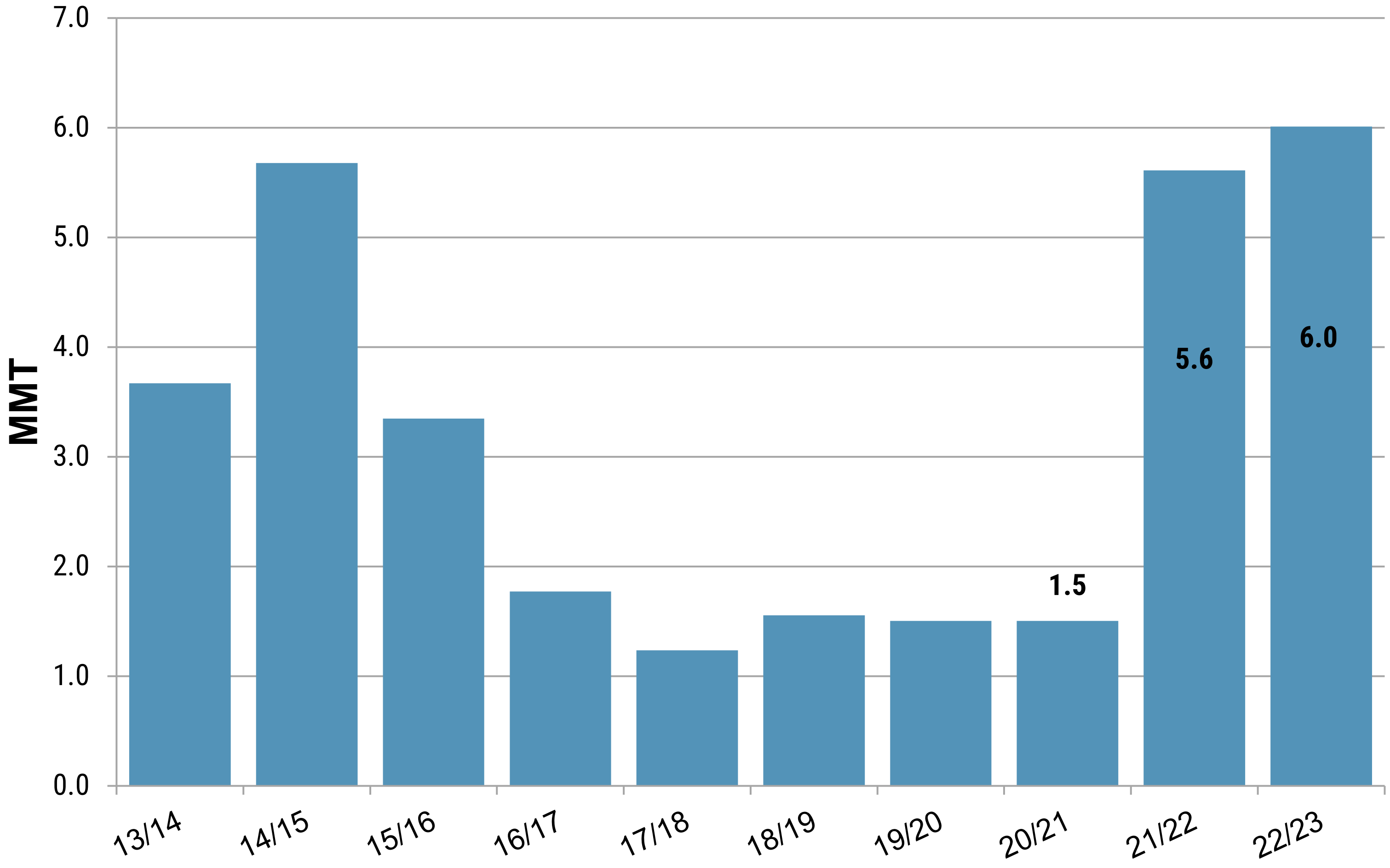
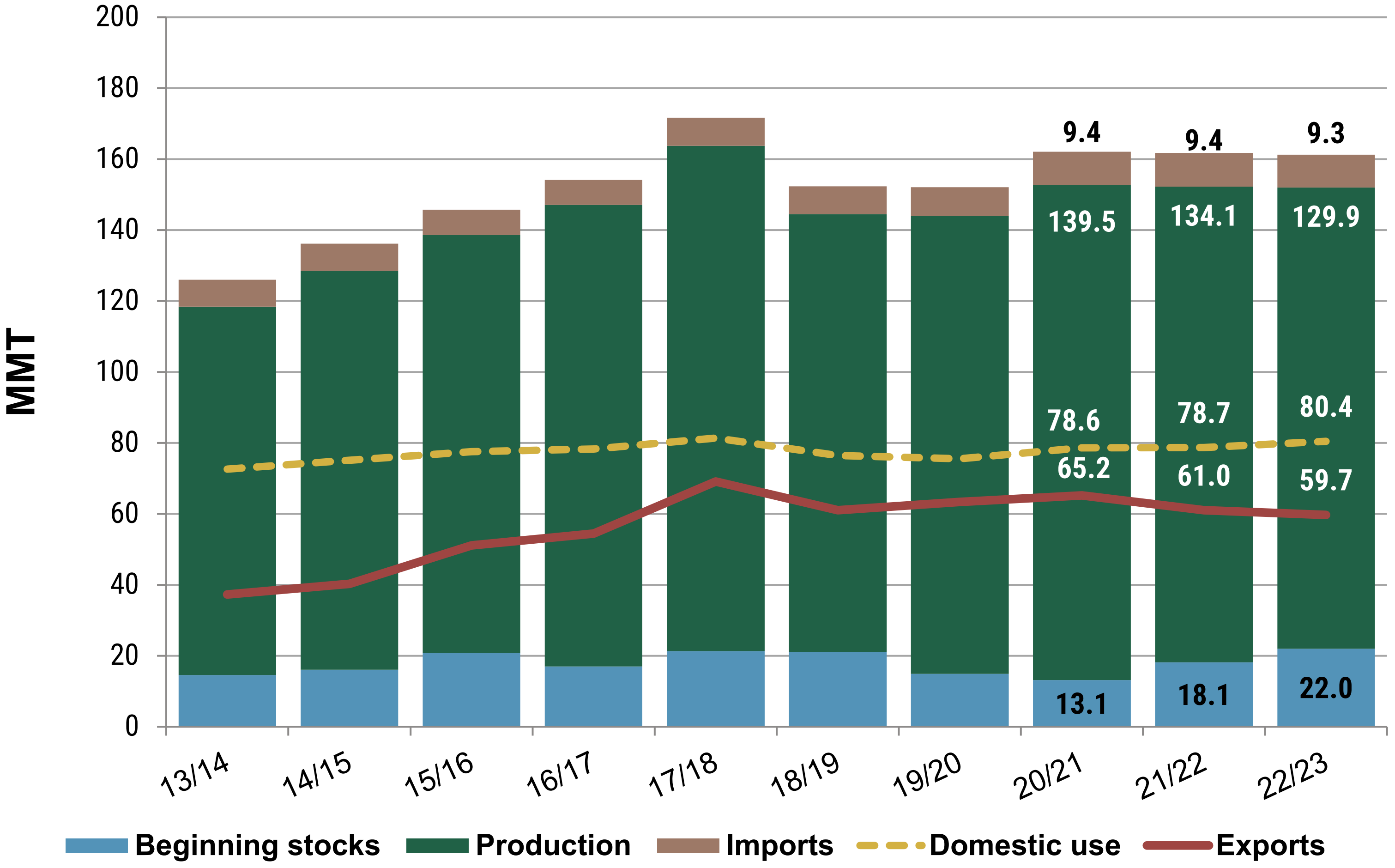
Ukraine Situation



Ukraine Ending Stocks

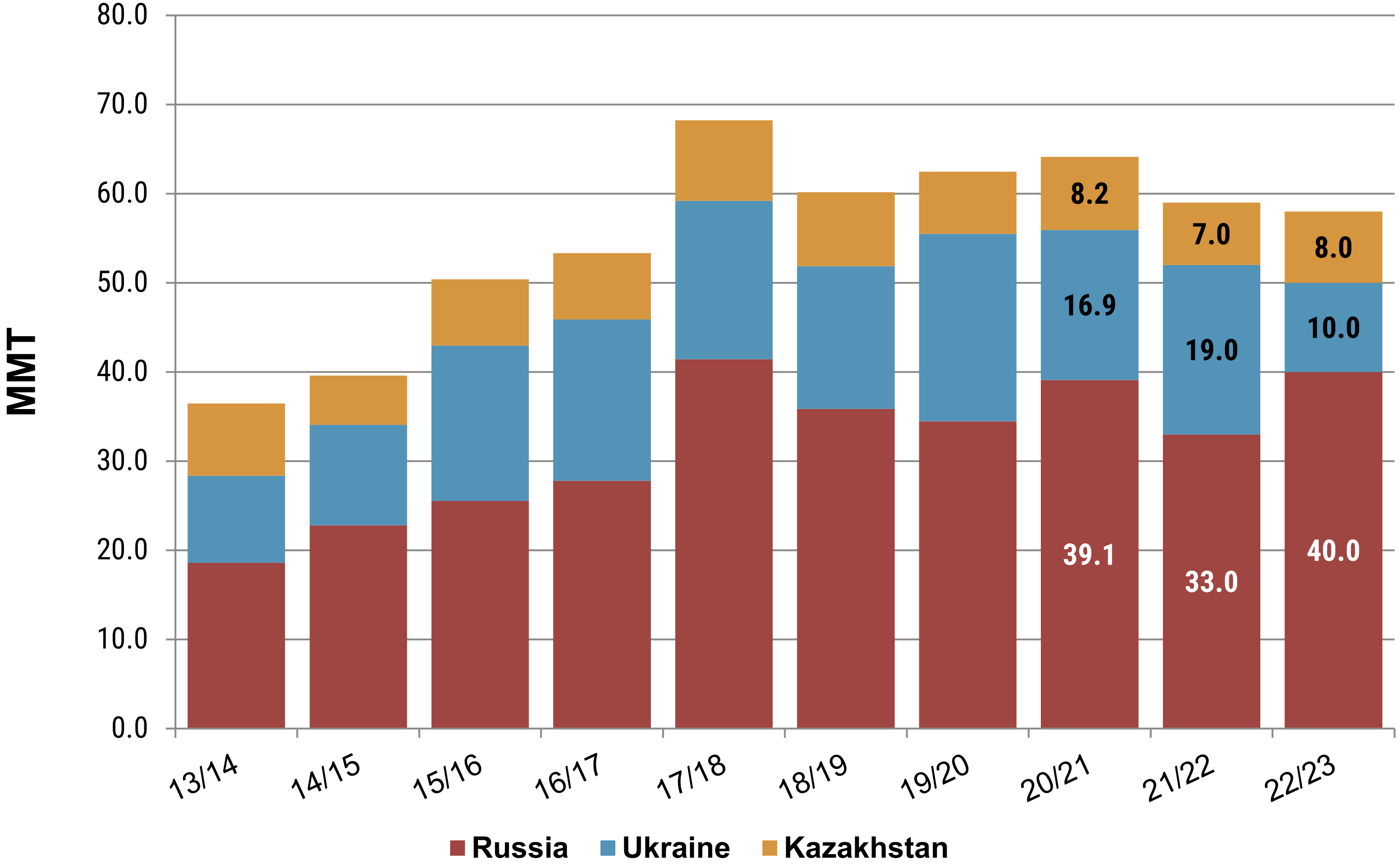


Black Sea Region Situation



Russia, Ukraine and Kazakhstan are the most important wheat producers in the Black Sea Region.

Black Sea Exports



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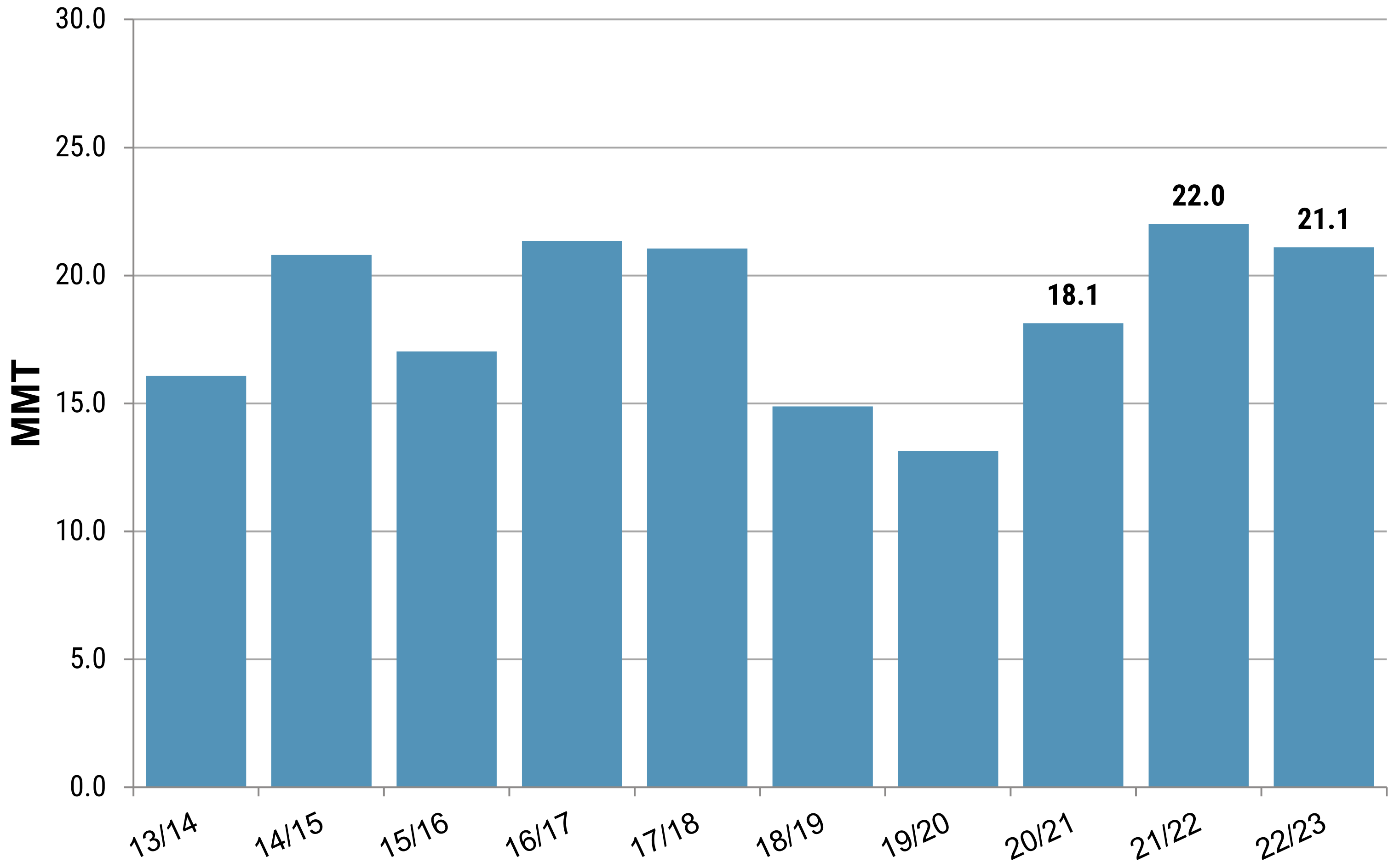
Black Sea Ending Stocks



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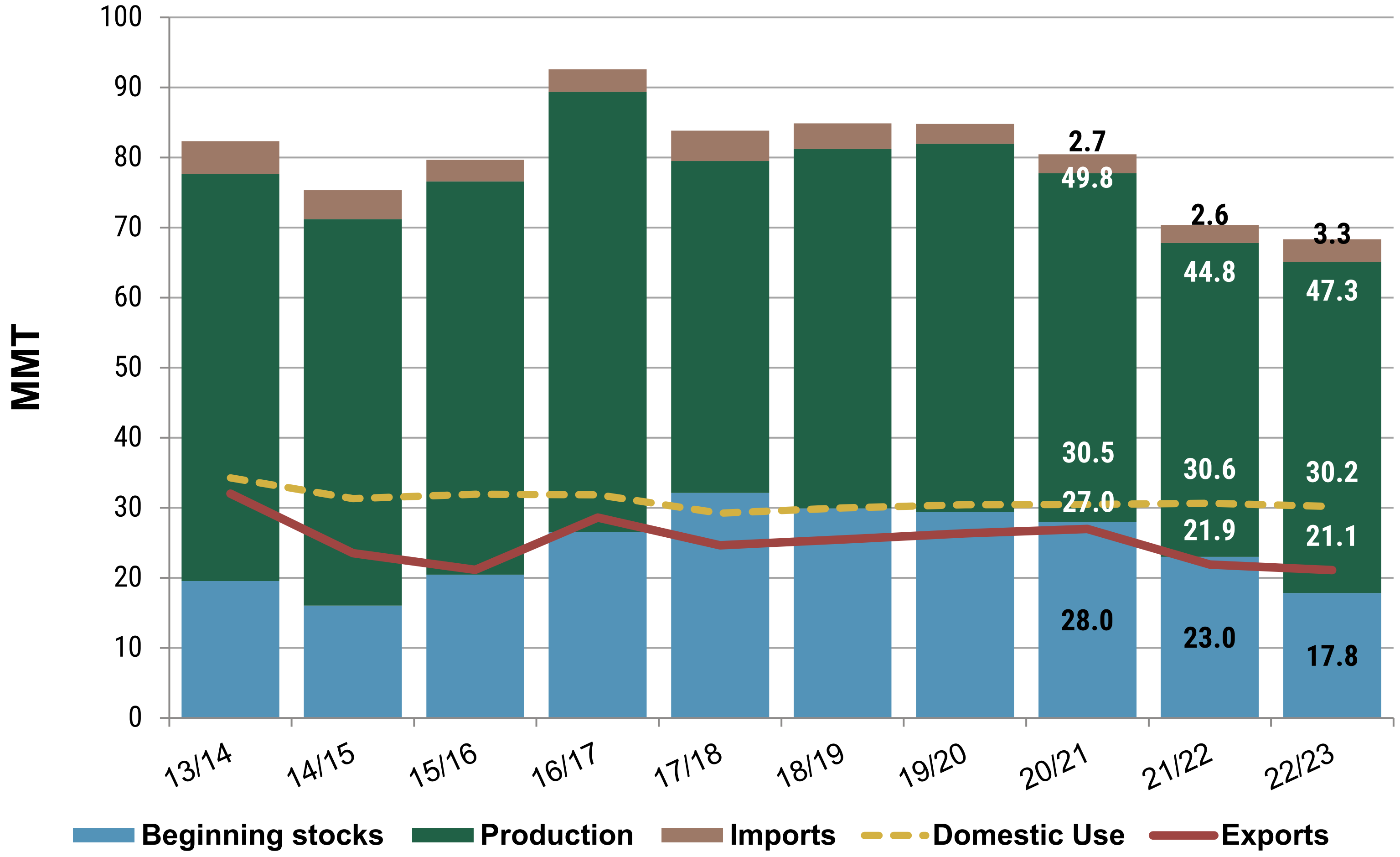
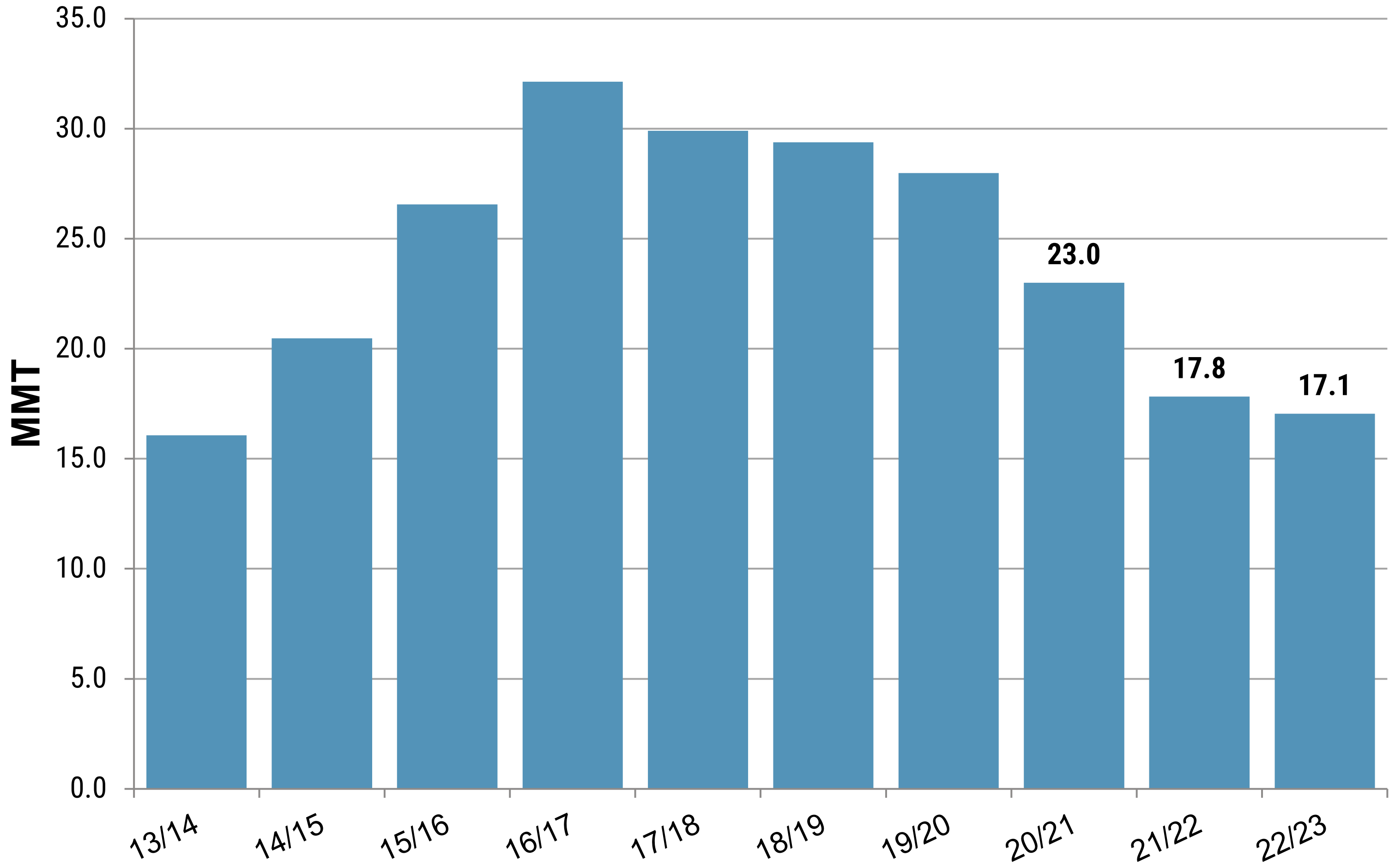
U.S. Situation



U.S. Ending Stocks



02

Import Demand

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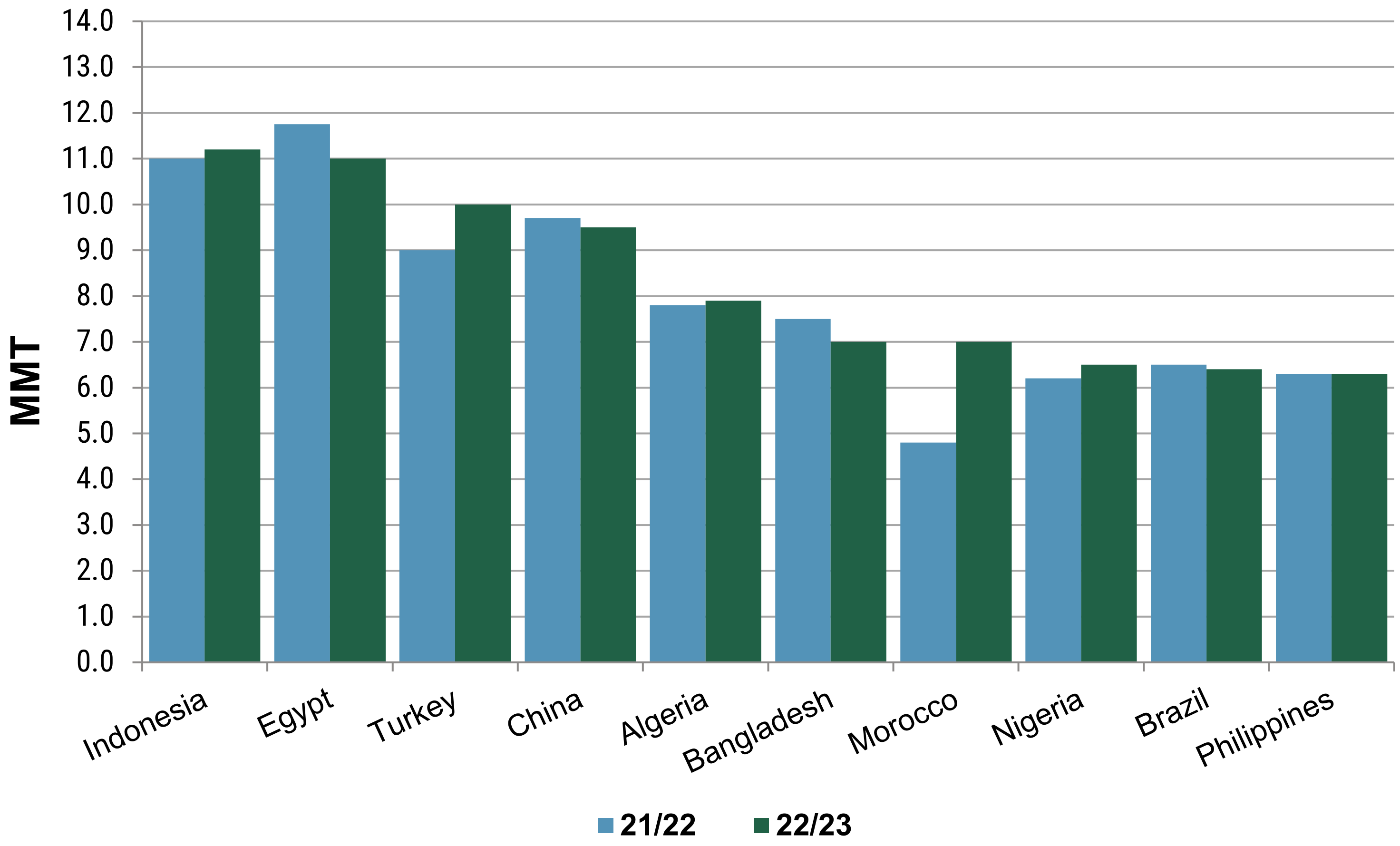
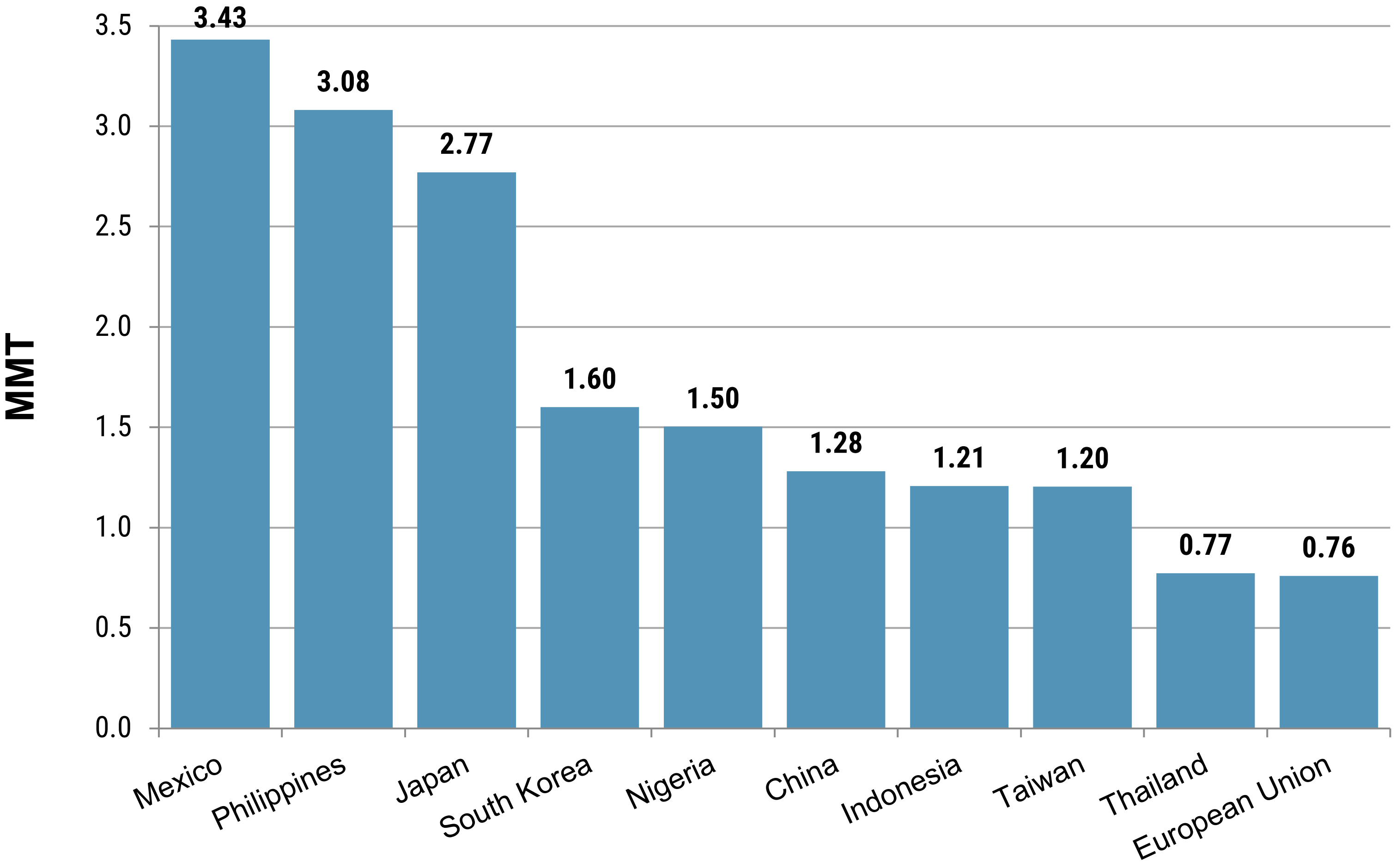
Major World Wheat Importers



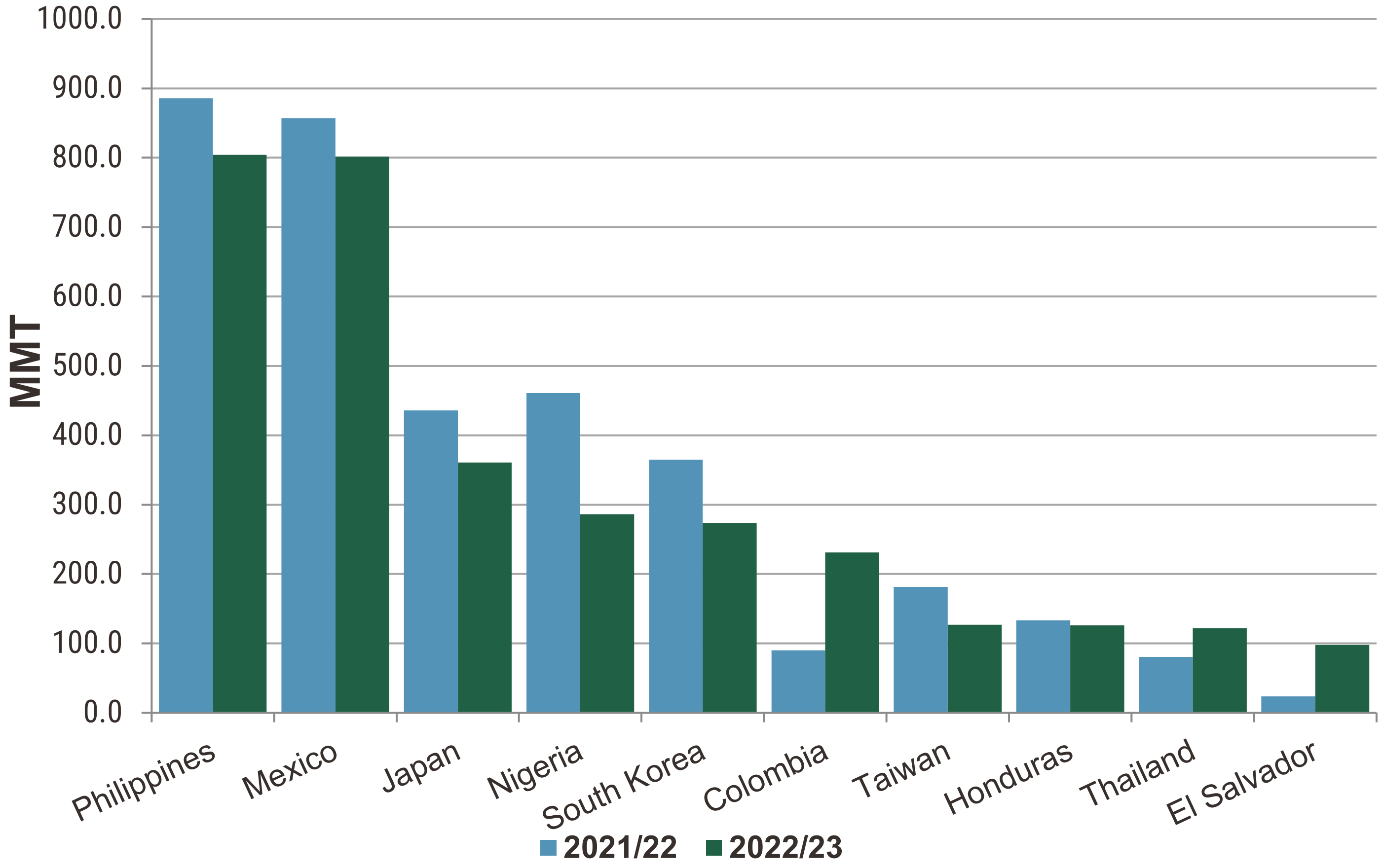
2022/23 data is a forecast

Top 10 Customers for U.S. Wheat (5-year average)



Source: USDA FAS export sales data as of May 31, 2022

Top 10 Customers for U.S. Wheat
(year-to-date sales for current marketing year delivery)



Source: USDA FAS export sales data as of June 2, 2022

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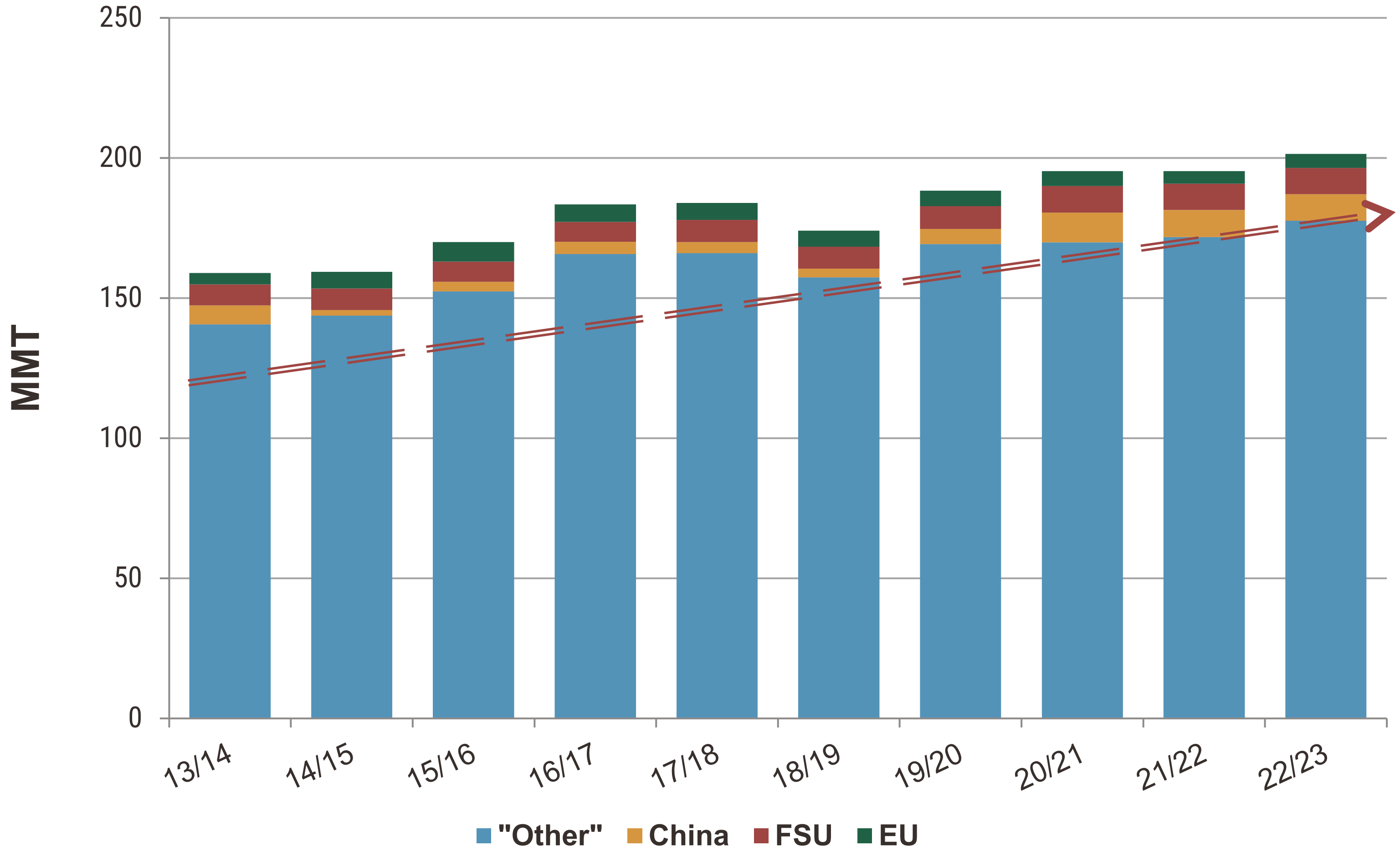
World Wheat Imports



03

U.S. Situation by Class

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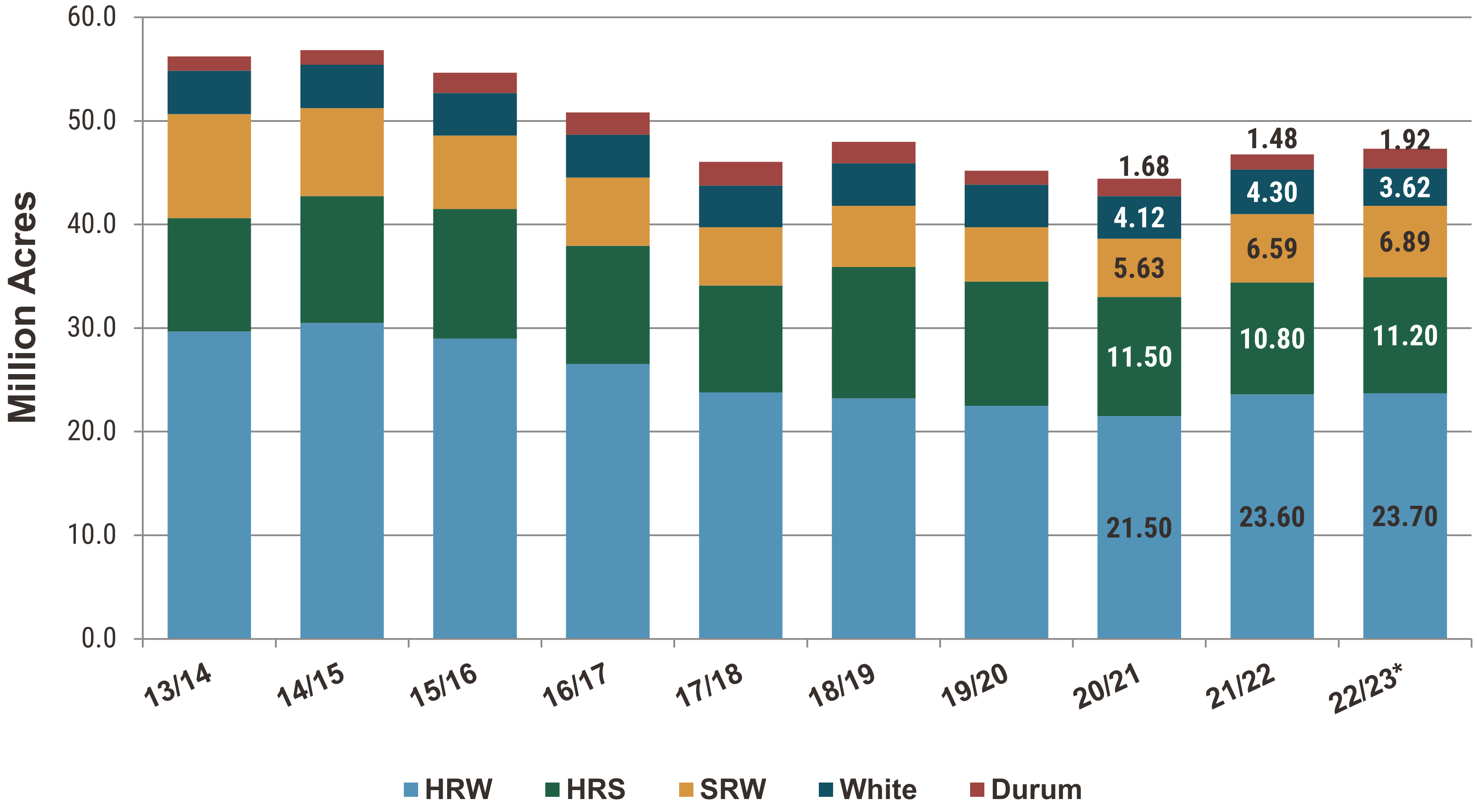
U.S. Wheat Planted Area



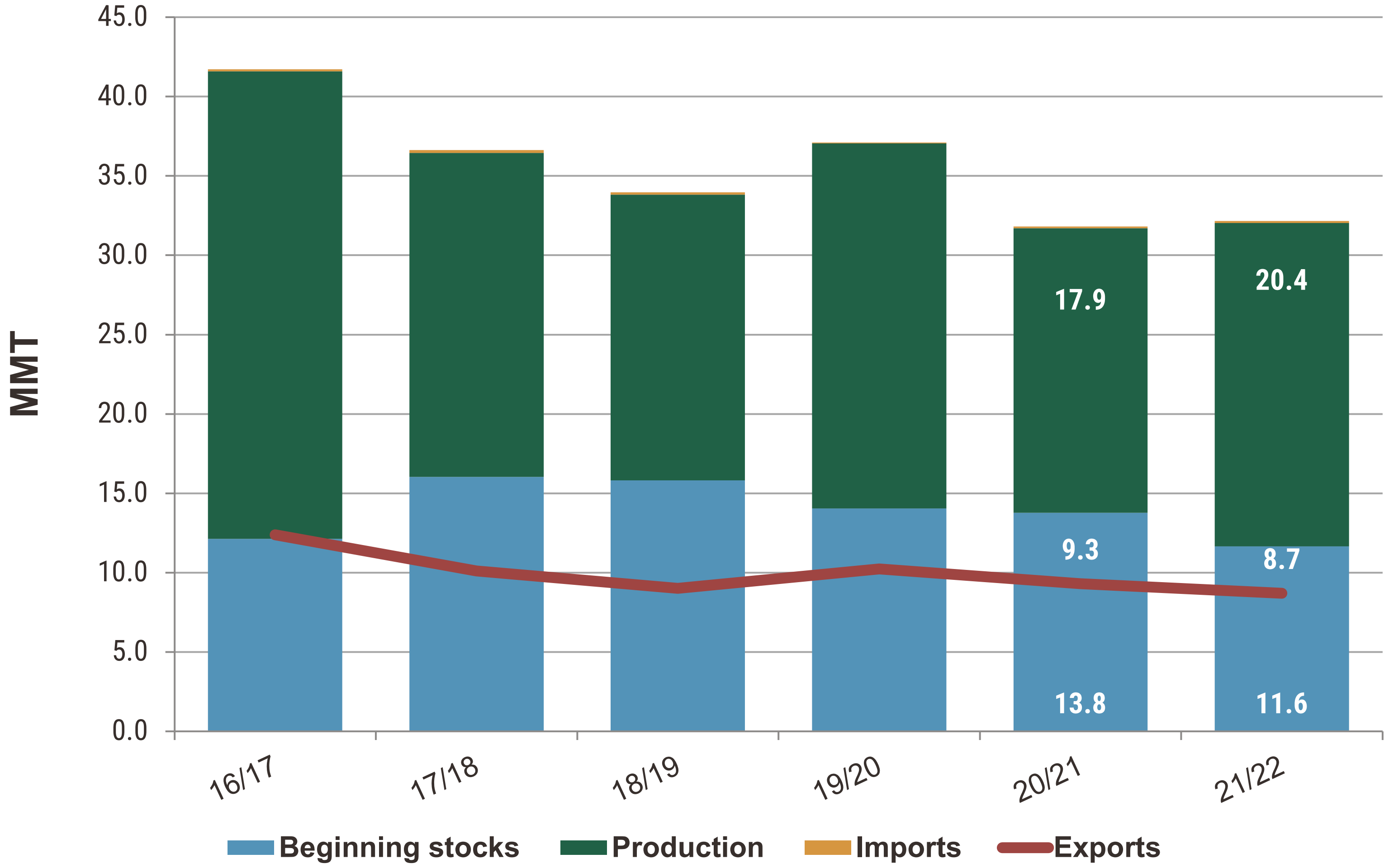
Source: March 2022 USDA Prospective Plantings Report

U.S. Wheat Sales by Class

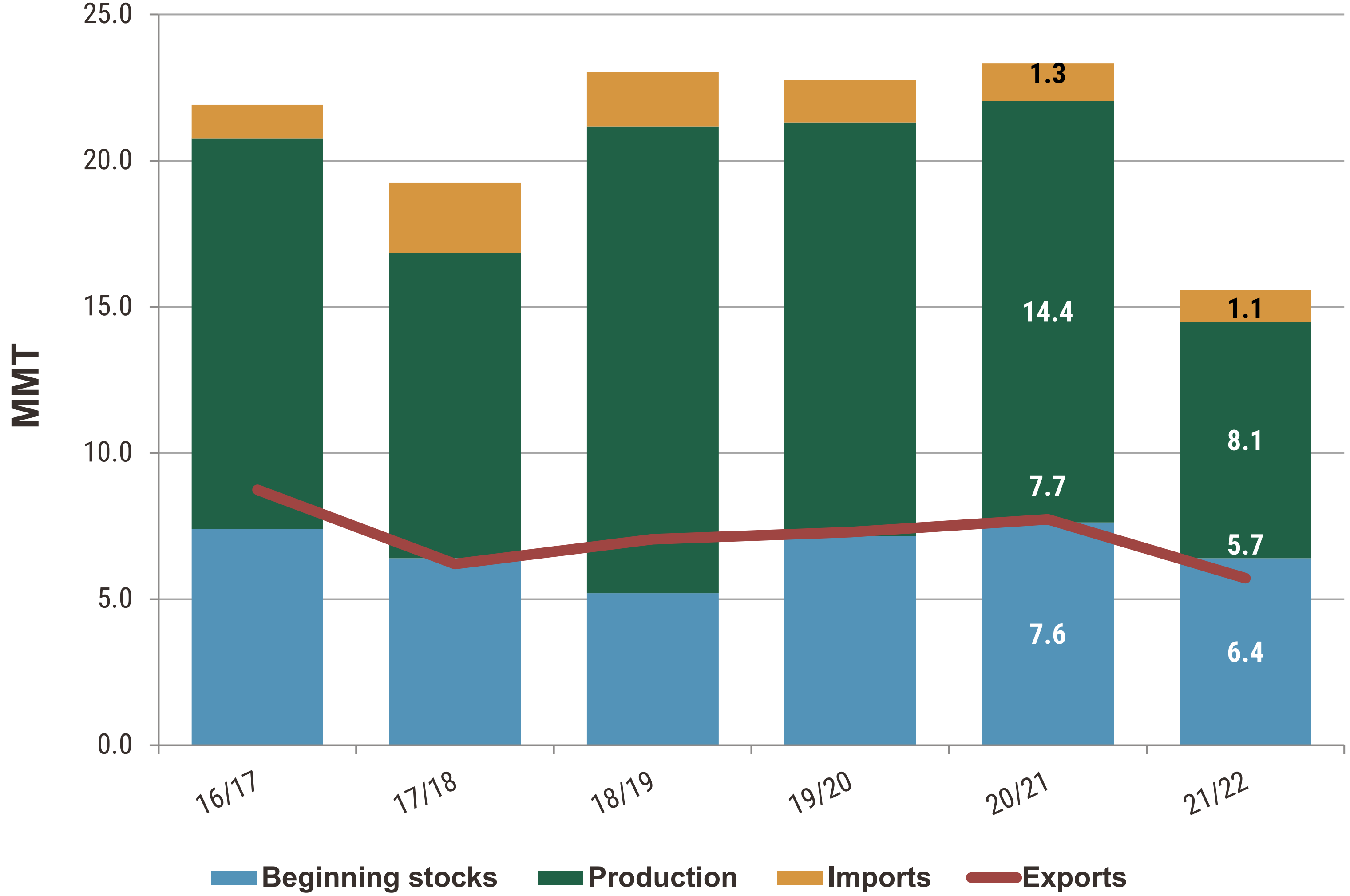
(year-to-date sales for current marketing year delivery)

Source: USDA FAS export sales data as of June 2, 2022

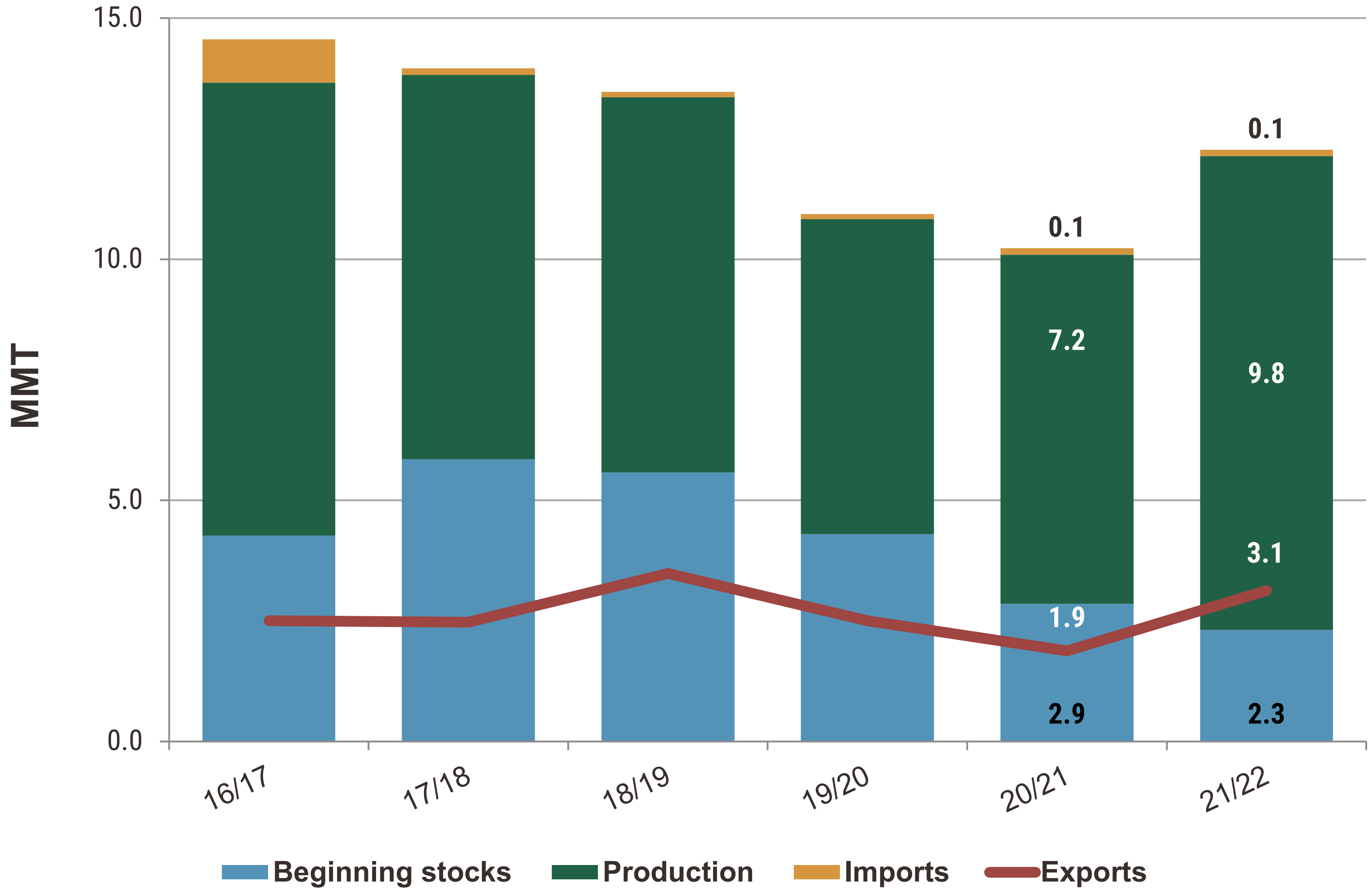
U.S. Hard Red Winter



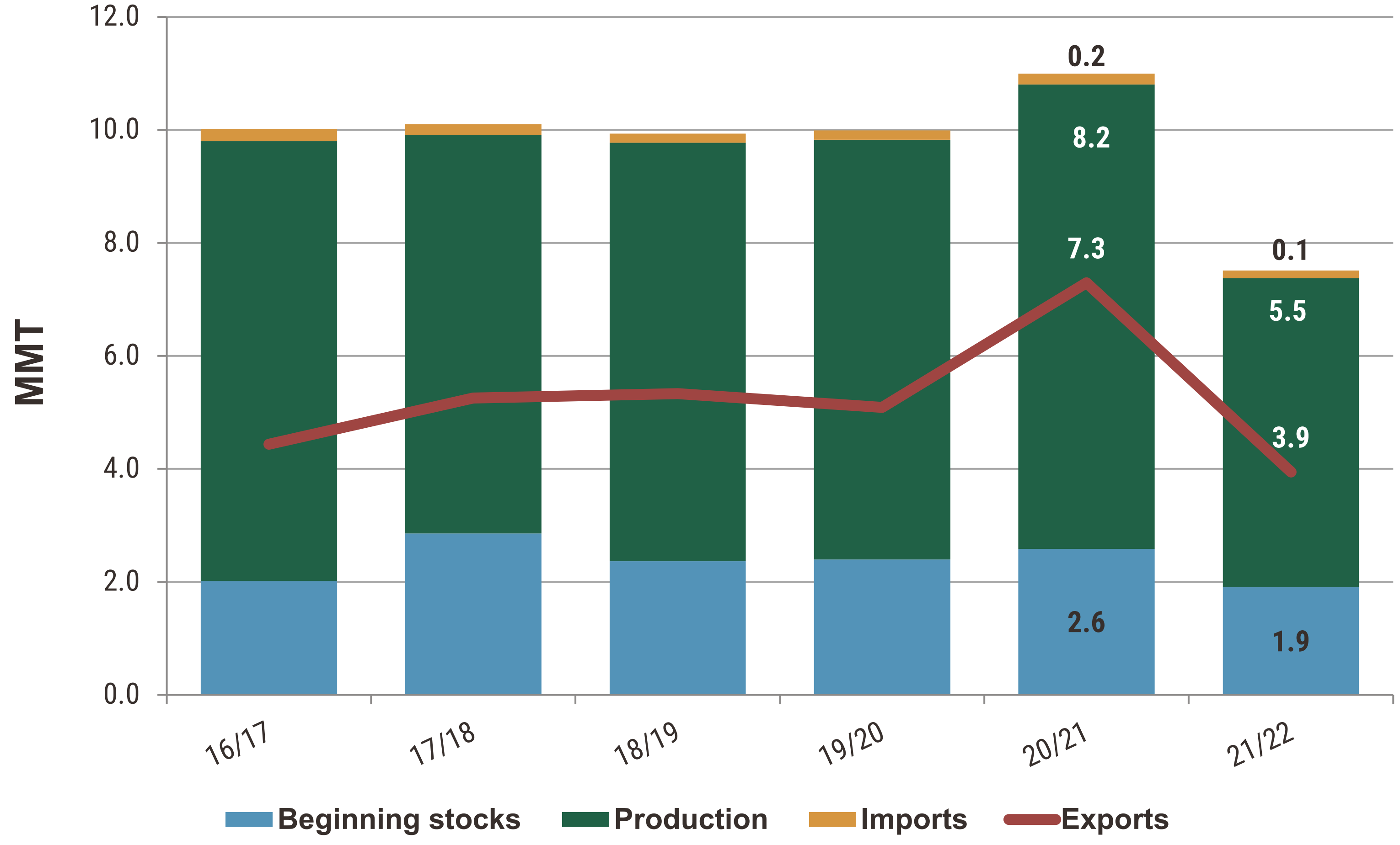
U.S. Hard Red Spring



U.S. Soft Red Winter

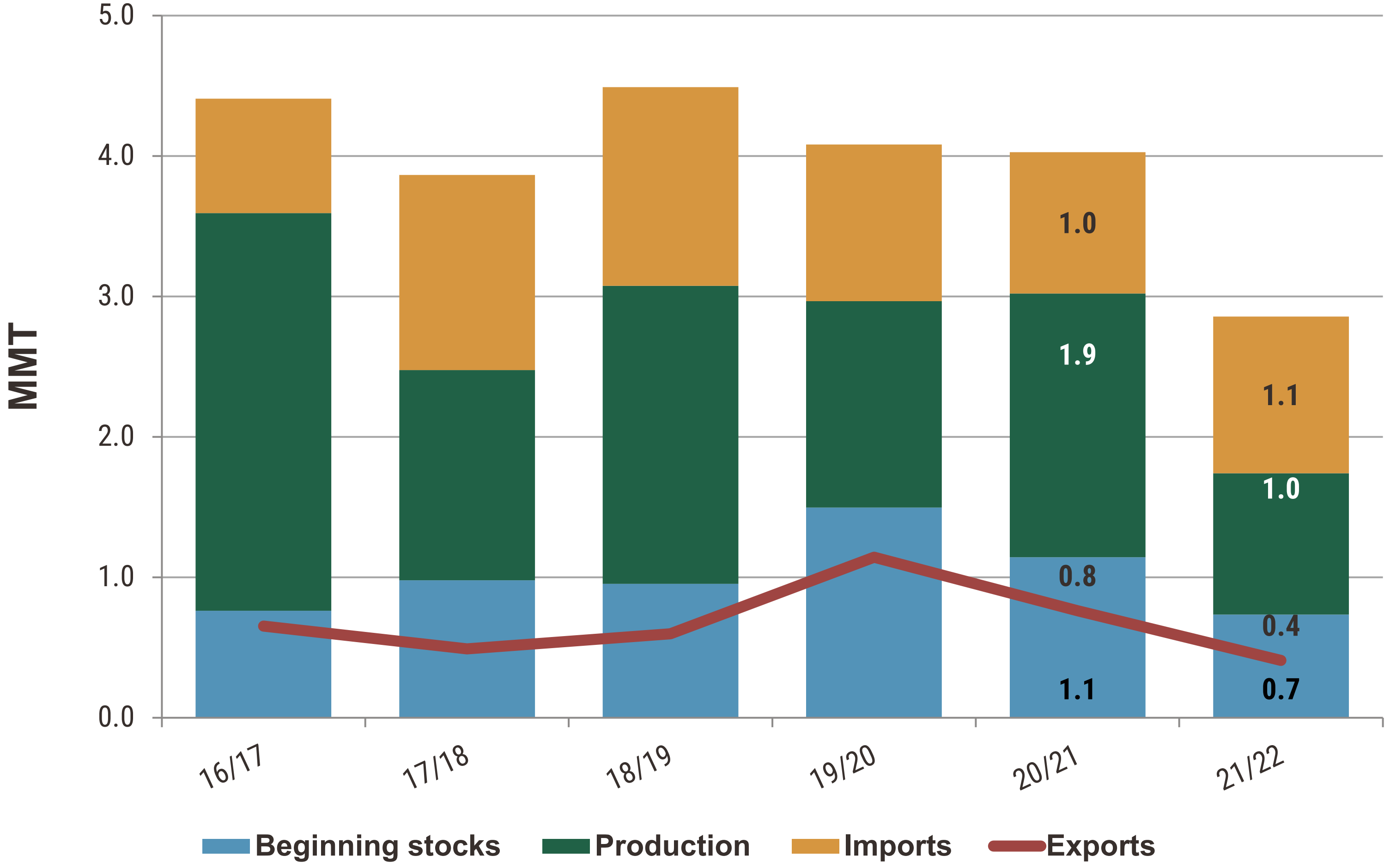


U.S. White



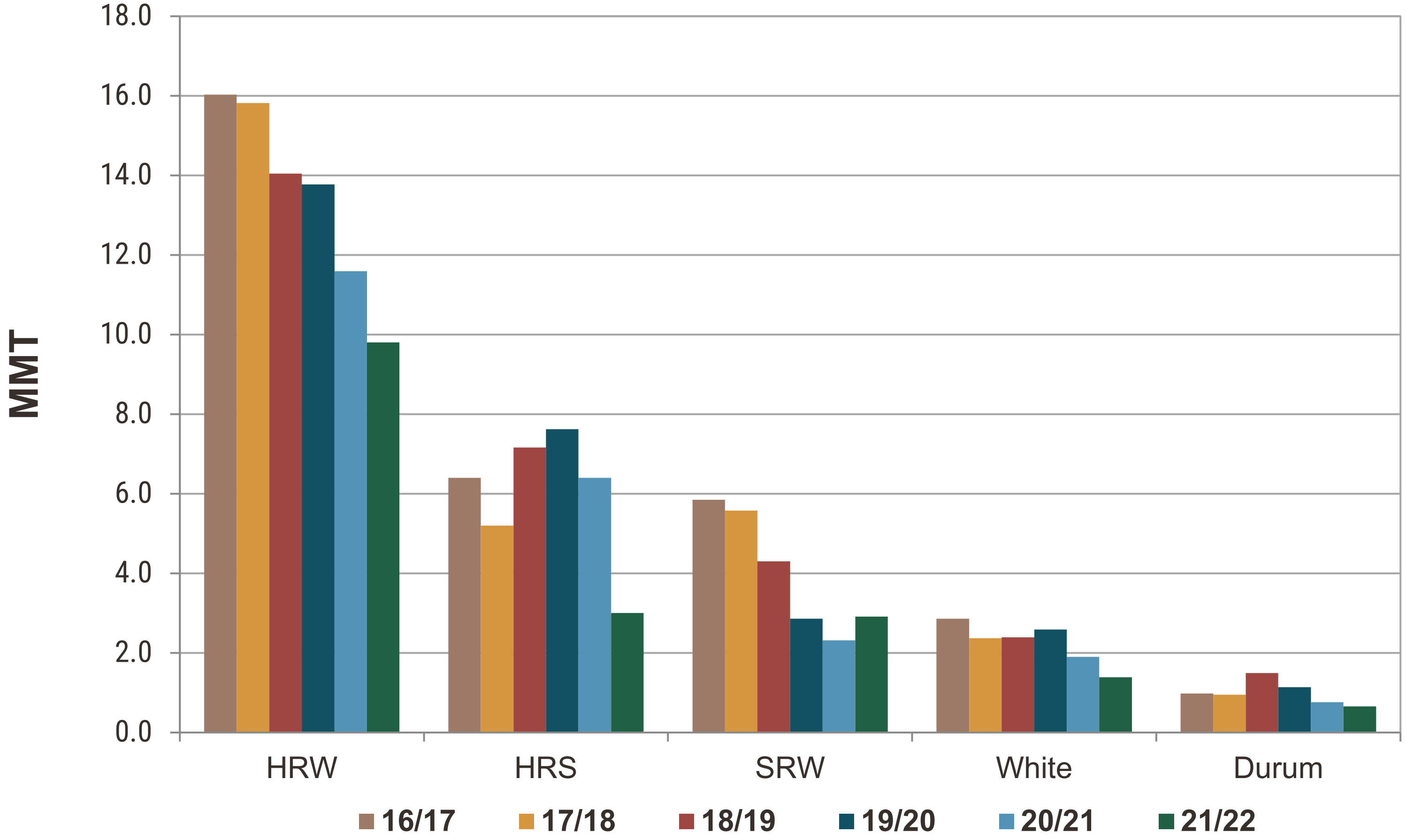
MMT
12.0
10.0
8.0
6.0
4.0
2.0
0.0
0.2
8.2
7.3
2.6
0.1
5.5
3.9
1.9
16/17
17/18
18/19
19/20
20/21
21/22
Beginning stocks
Production
Imports
Exports

U.S. Durum



5.0
4.0
3.0
2.0
1.0
0.0
MMT
1.0
1.9
0.8
1.1
1.1
1.0
0.4
0.7
16/17
17/18
18/19
19/20
20/21
21/22
Beginning stocks
Production
Imports
Exports

U.S. Wheat Ending Stocks by Class



Class information for 2022/23 will be published in the July 2022 USDA WASDE Report

U.S. Wheat Supply and Demand (MMT)

	HRW		HRS		SRW	
	20/21	21/22	20/21	21/22	20/21	21/22
Beginning Stocks	13.8	11.6	7.62	6.40	2.86	2.31
Production	17.9	20.4	14.5	8.1	7.24	9.83
Supply Total	31.8	32.2	23.4	15.6	10.23	12.3
Domestic Use	10.9	13.7	9.23	6.80	6.04	6.23
Exports	9.3	8.7	7.73	5.72	1.88	3.13
Use Total	20.2	22.4	17.0	12.5	7.92	9.36
Ending Stocks	11.6	9.8	6.40	3.05	2.31	2.91
Stocks-to-Use	58%	44%	38%	24%	29%	31%

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U.S. Wheat Supply and Demand (MMT)

	White		Durum		Total	
	20/21	21/22	20/21	21/22	20/21	21/22
Beginning Stocks	2.59	1.91	1.14	0.73	28.0	23.0
Production	8.25	5.47	1.88	1.01	49.8	44.8
Supply Total	11.0	7.51	4.03	2.86	80.5	70.4
Domestic Use	1.74	2.18	2.53	1.80	30.5	30.6
Exports	7.35	3.95	0.76	0.41	27.0	21.9
Use Total	9.09	6.12	3.29	2.20	57.5	52.6
Ending Stocks	1.91	1.39	0.73	0.65	23.0	17.8
Stocks-to-Use	21%	23%	22%	30%	40%	34%

Class information for 2022/23 will be published in the July 2022 USDA WASDE Report

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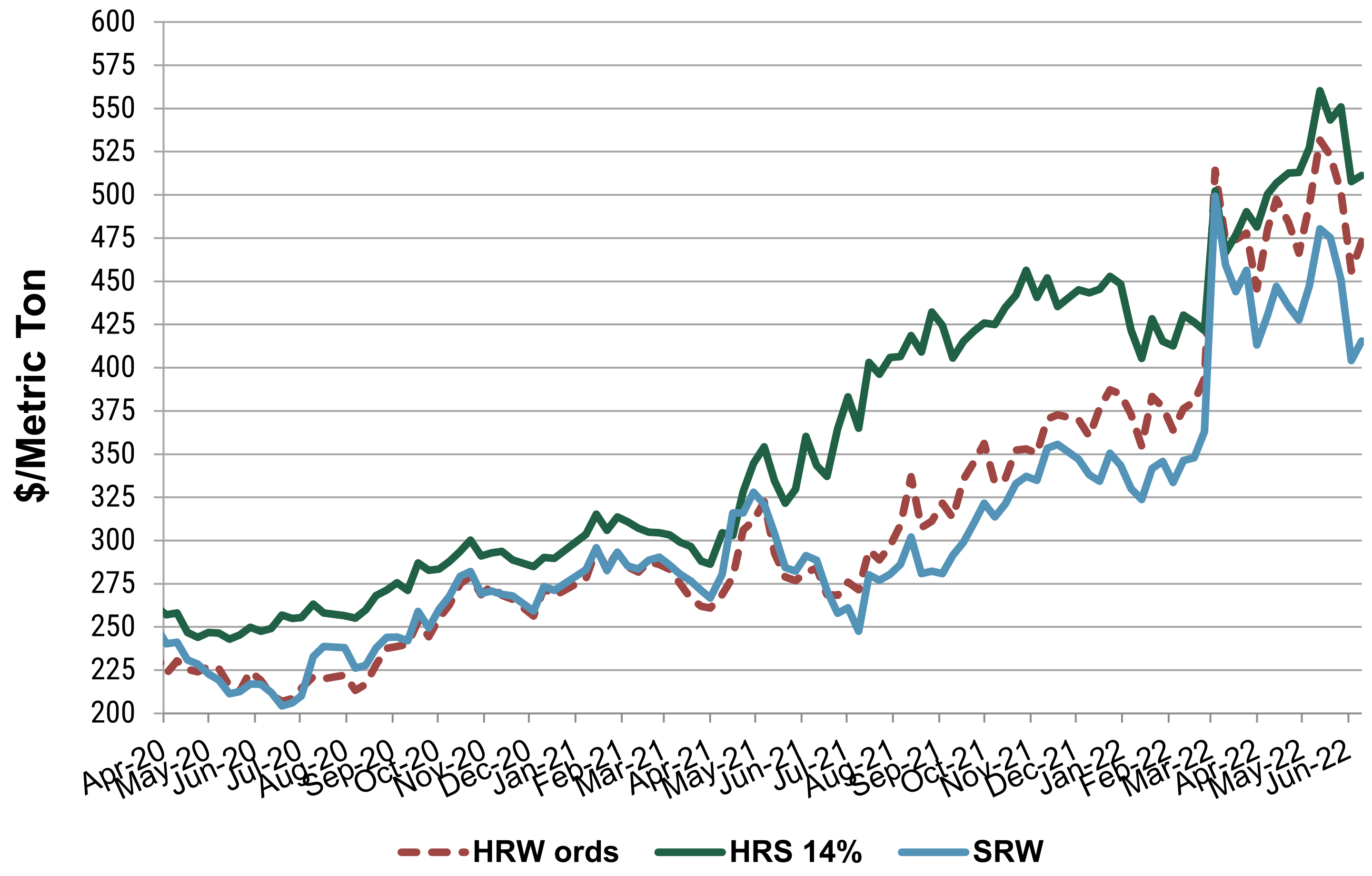
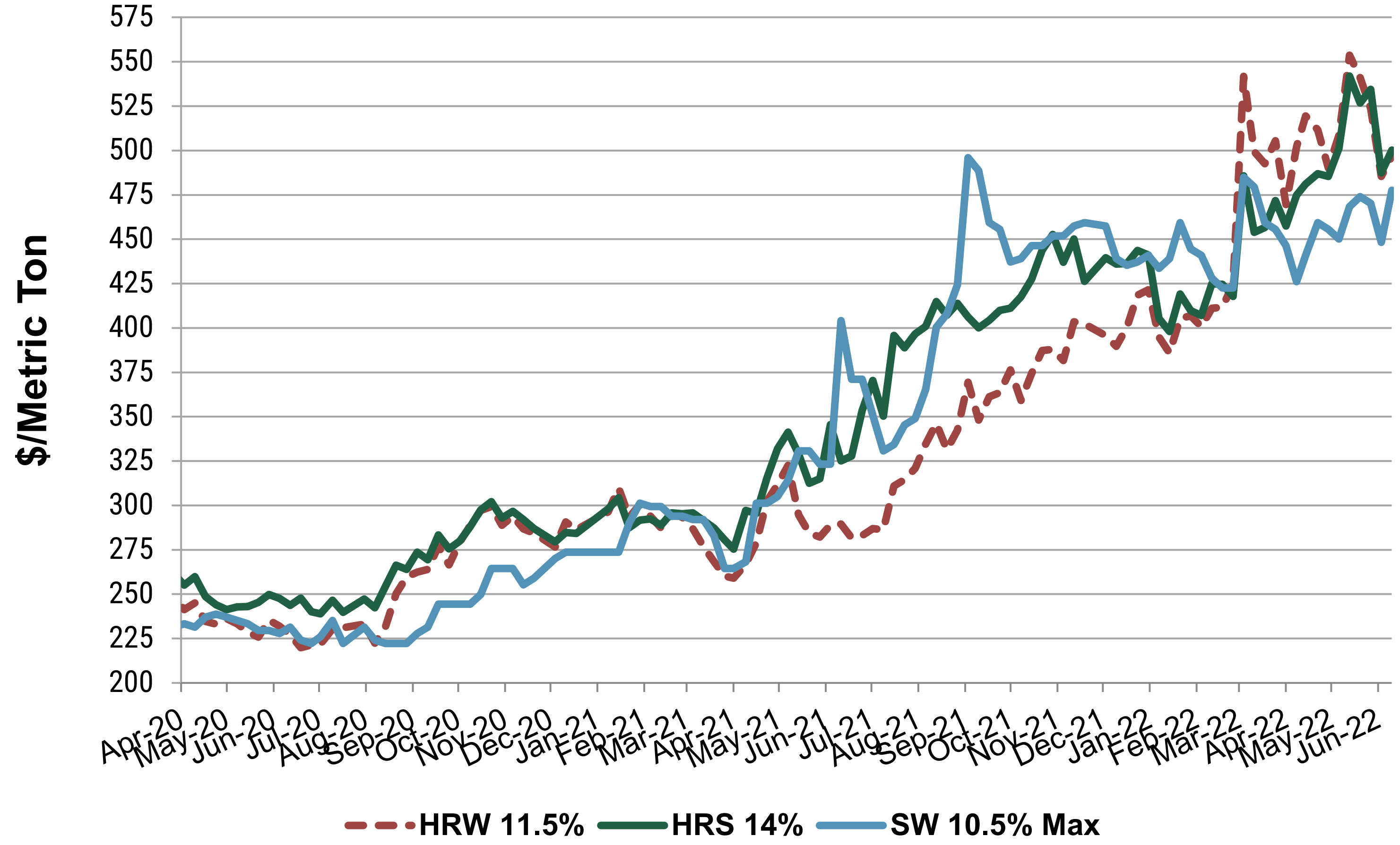
U.S. FOB Gulf Prices



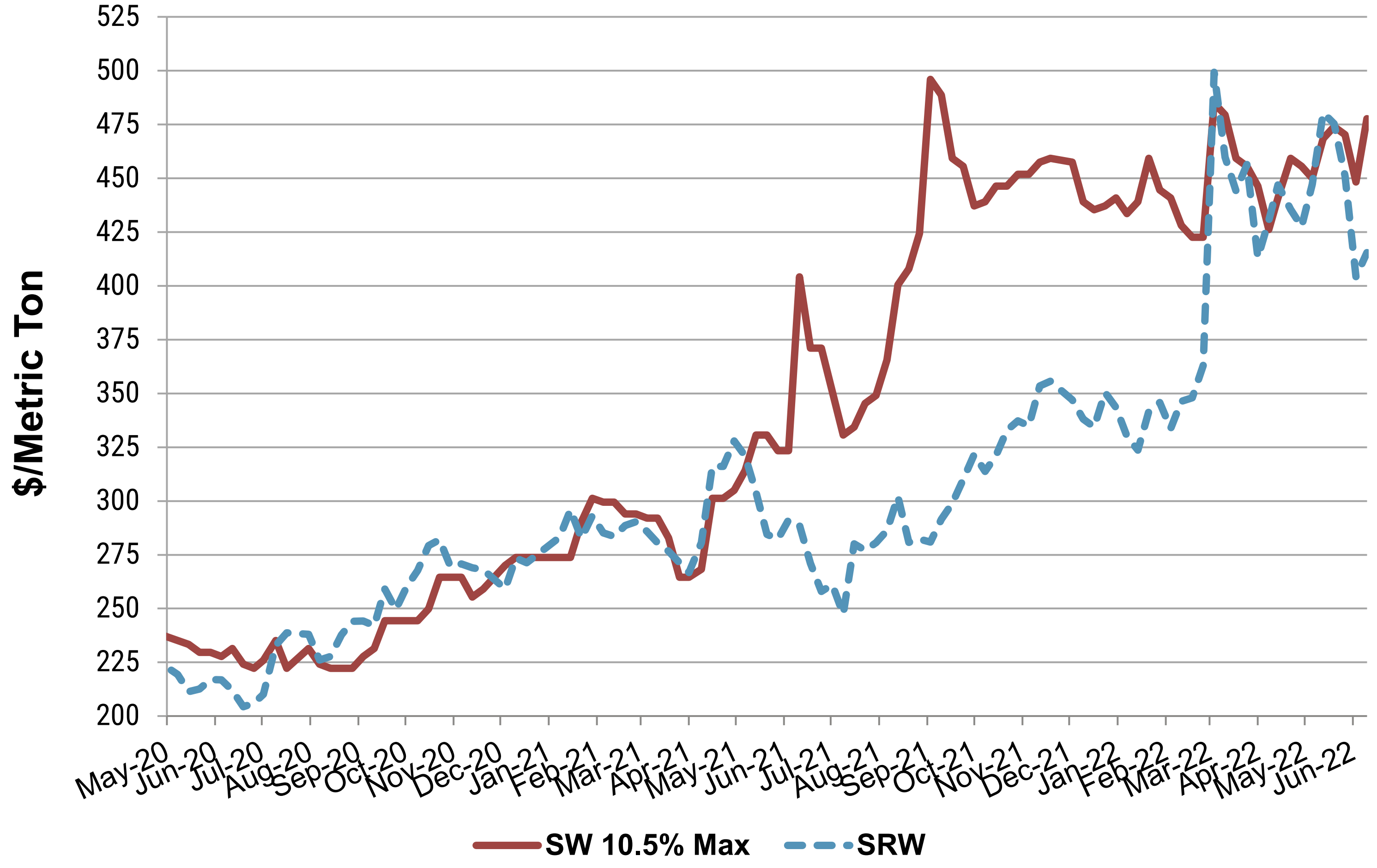
Source: U.S. Wheat Associates Price Report, June 10, 2022

U.S. FOB PNW Prices



Source: U.S. Wheat Associates Price Report, June 10, 2022

U.S. FOB Soft White and SRW Prices



Source: U.S. Wheat Associates Price Report, June 10, 2022

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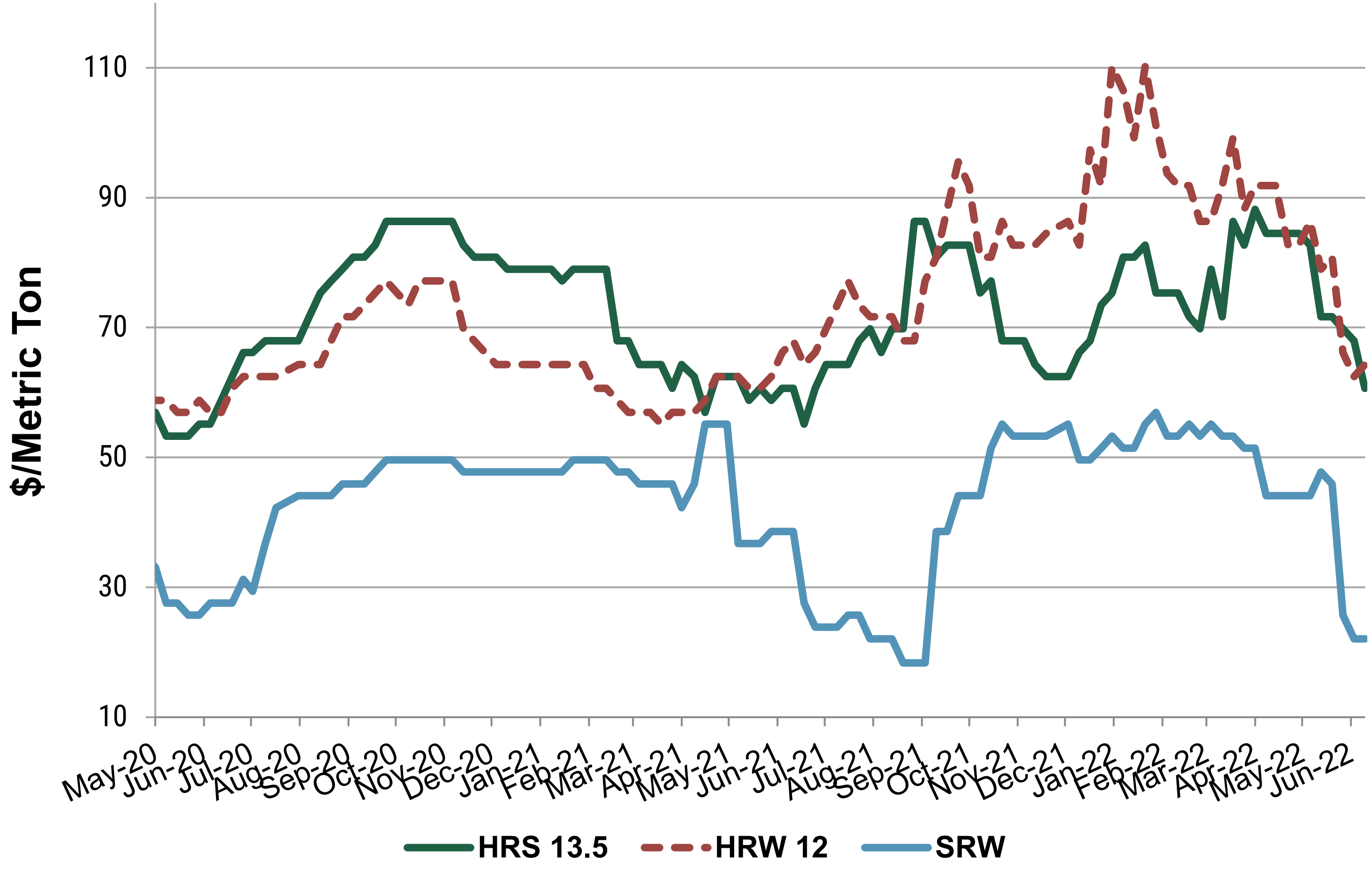
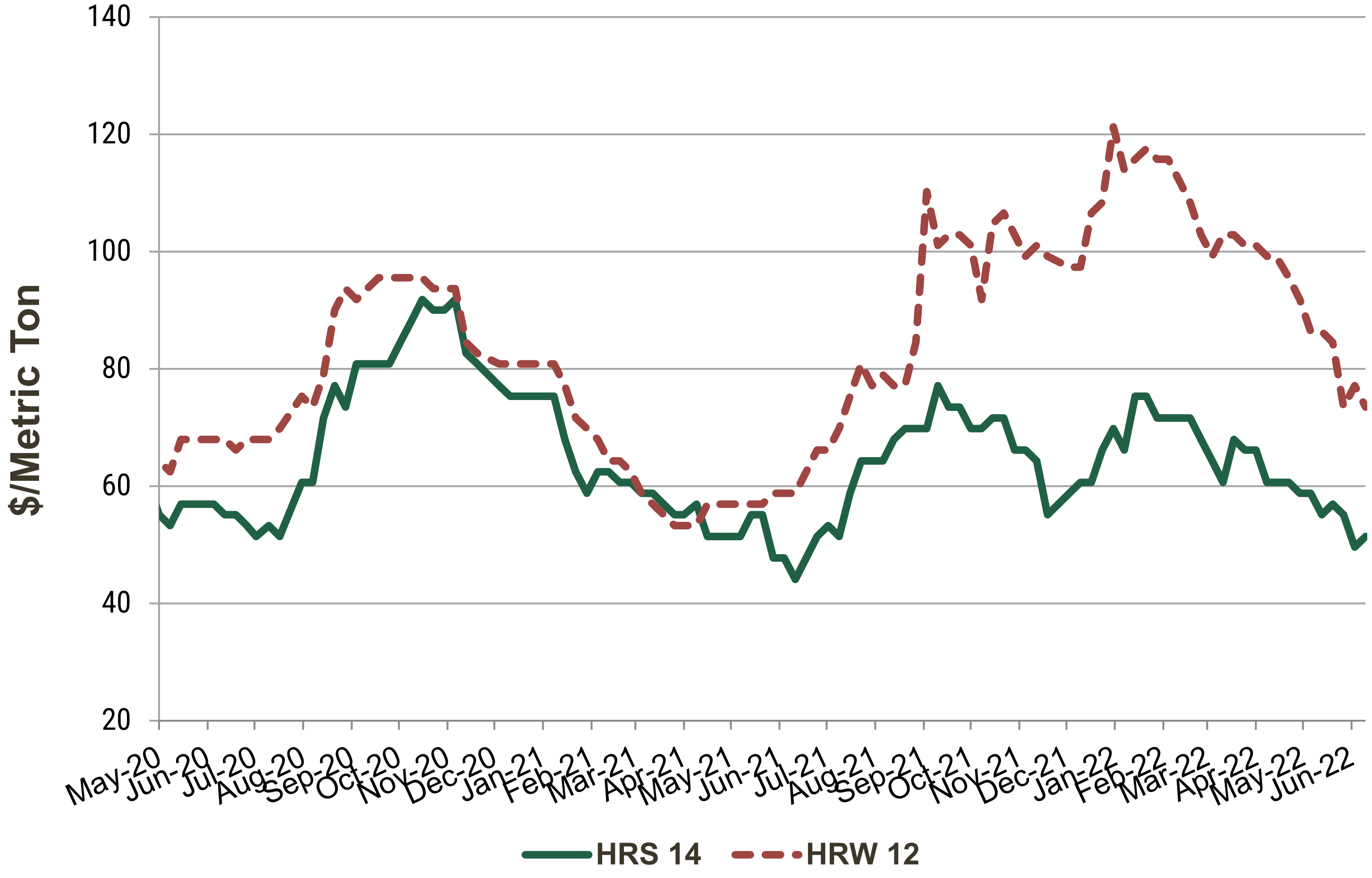
U.S. Gulf Export Basis



Source: U.S. Wheat Associates Price Report, June 10, 2022

U.S. WHEAT ASSOCIATES

U.S. PNW Export Basis



Source: U.S. Wheat Associates Price Report, June 10, 2022

04

Outlook

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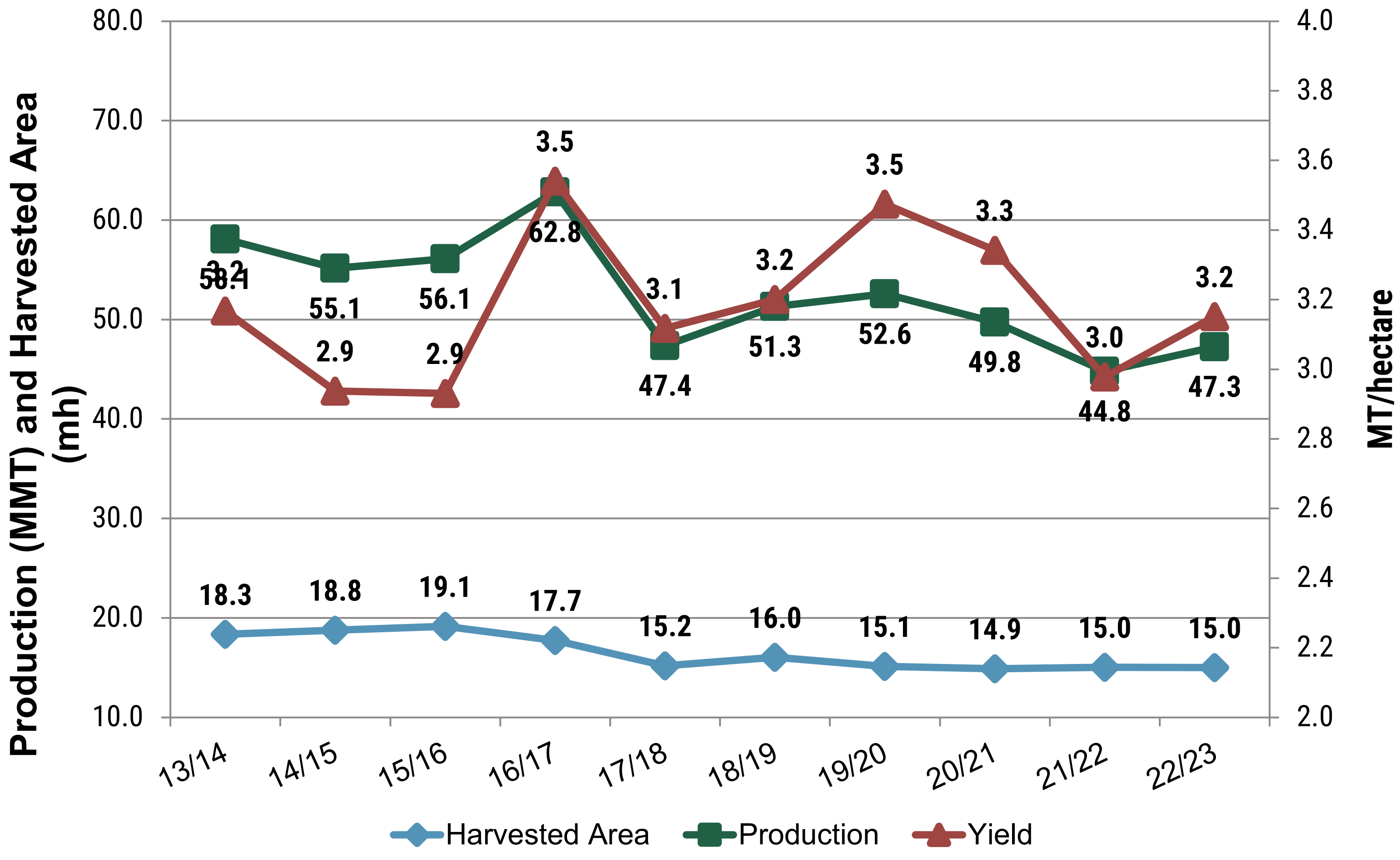
U.S. Wheat Production, Area and Yield



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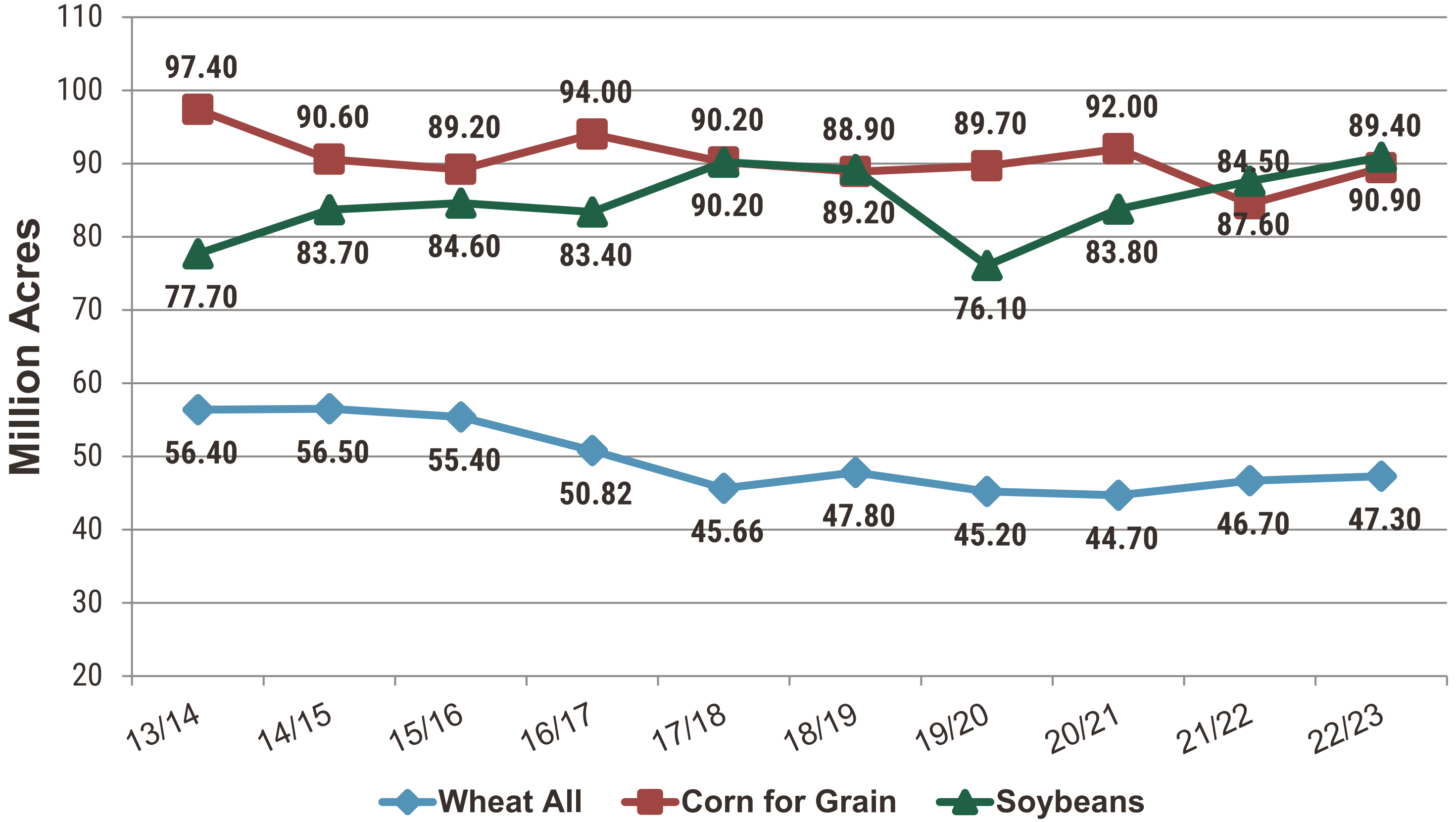
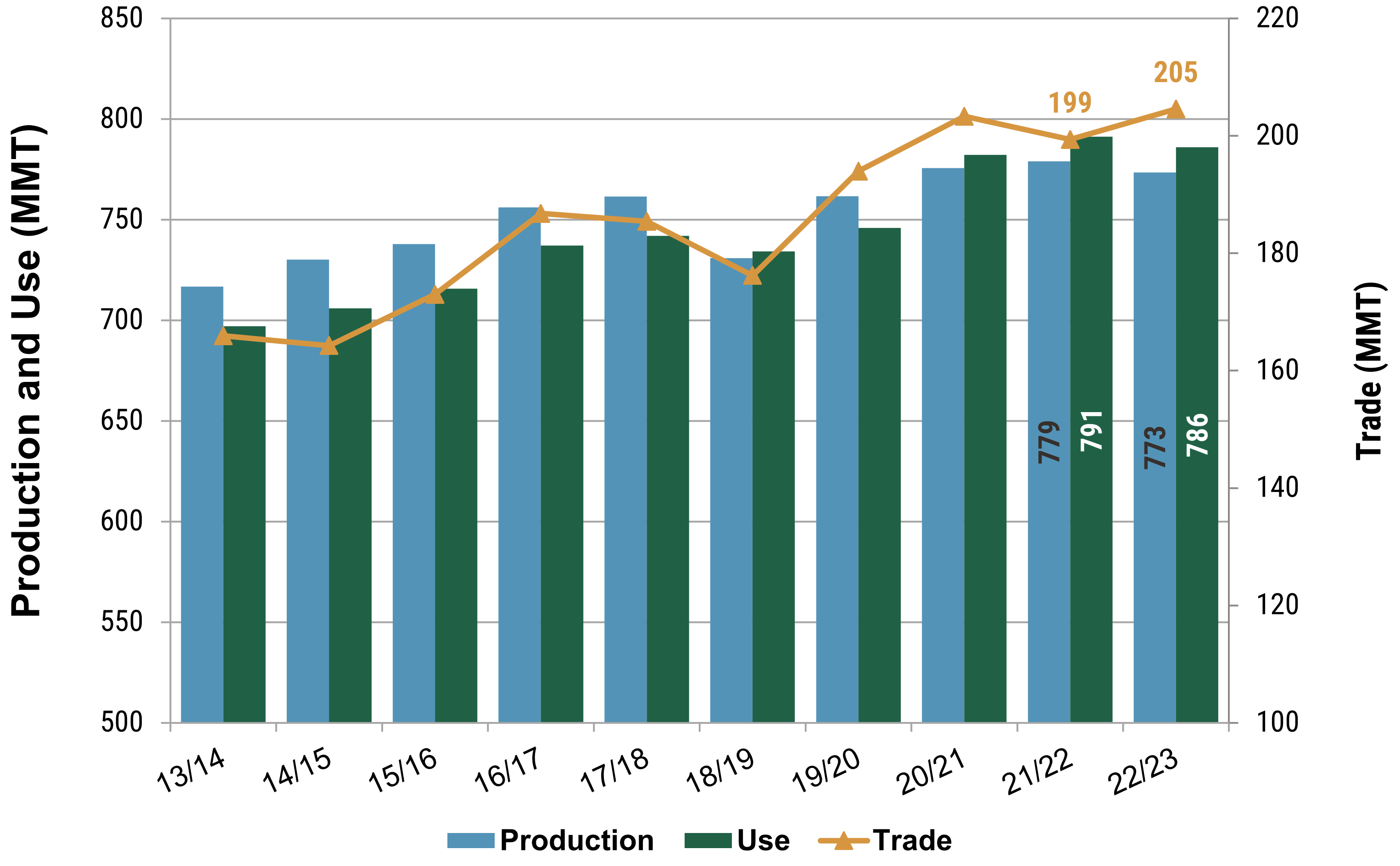
U.S. Crop Planted Area Comparison



Source: March 2022 USDA Prospective Plantings Report

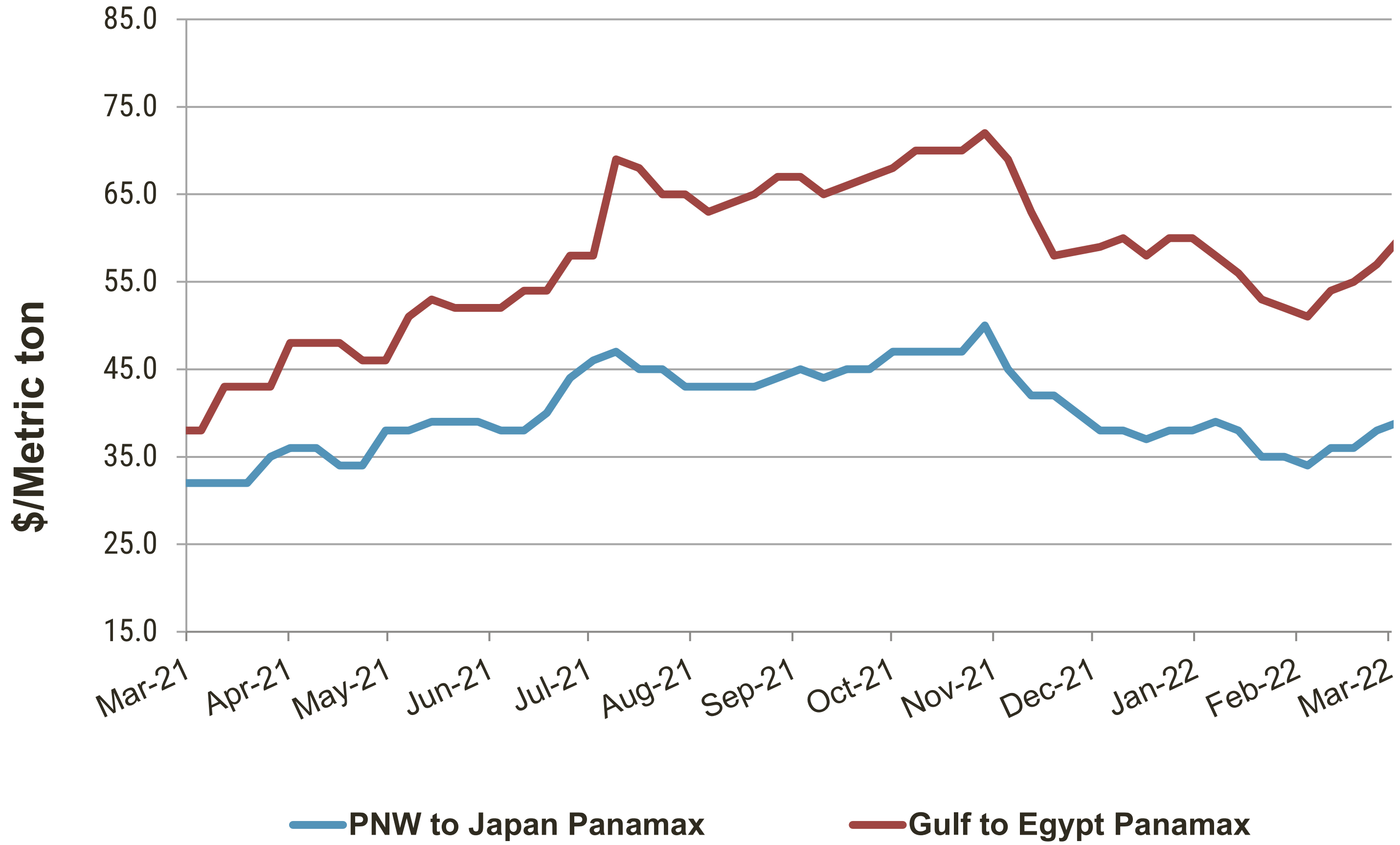
World Wheat Production, Use and Trade



World Corn Production, Use and Trade

World Soybeans Production, Use and Trade

Ocean Freight Rates for Grains



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THANK YOU

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Dependable People. Reliable Wheat.