


AAEA Grains Outlook Session 2010



**Corn and Soybean
Outlook 2010/2011**

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July 27, 2010
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Department of Agricultural Economics
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***What will DRIVE the
Corn and Soybean
Market???***



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Fuel
From the
Farm

Ethanol

Biodiesel America

World Economic Growth


Dollar Value

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By 2008, the ethanol industry is expected to produce about 7 billion gallons a year.

The collage features images of corn stalks, an ethanol distillery, a hand holding a corn cob, and a biodiesel production facility. It also includes a globe with the text 'World Economic Growth' and a globe made of dollar bills with the text 'Dollar Value'.

Surprises and Uncertainty!

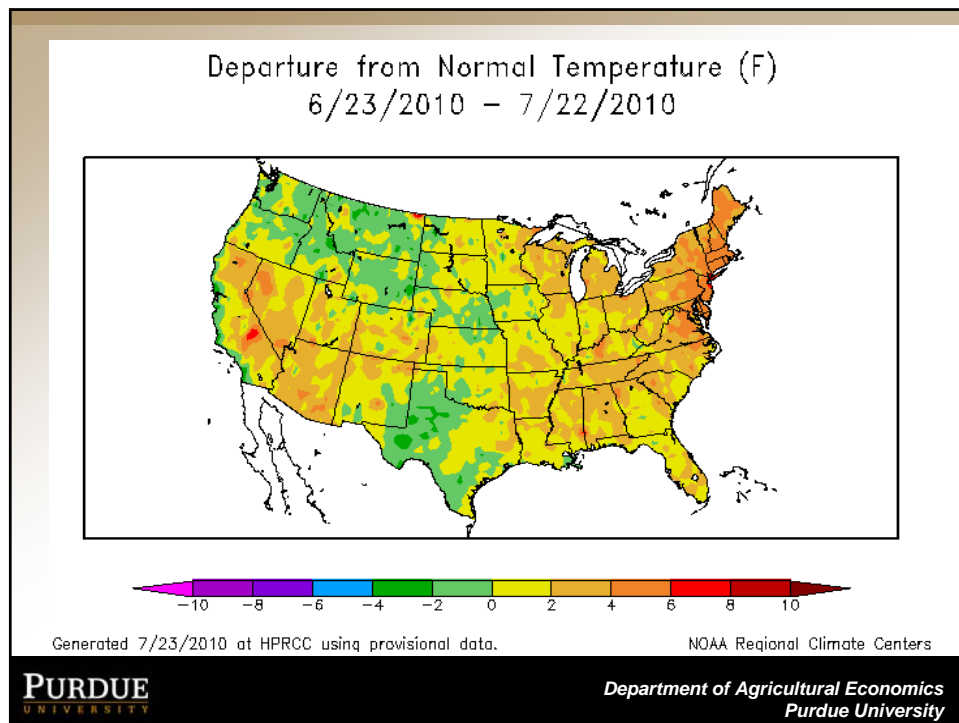
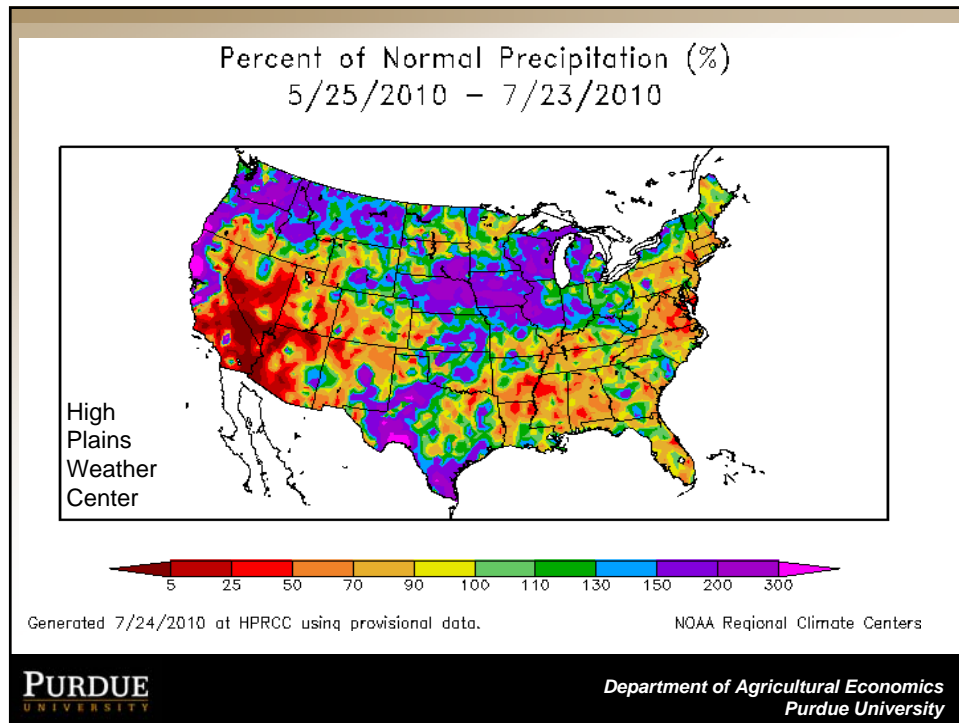


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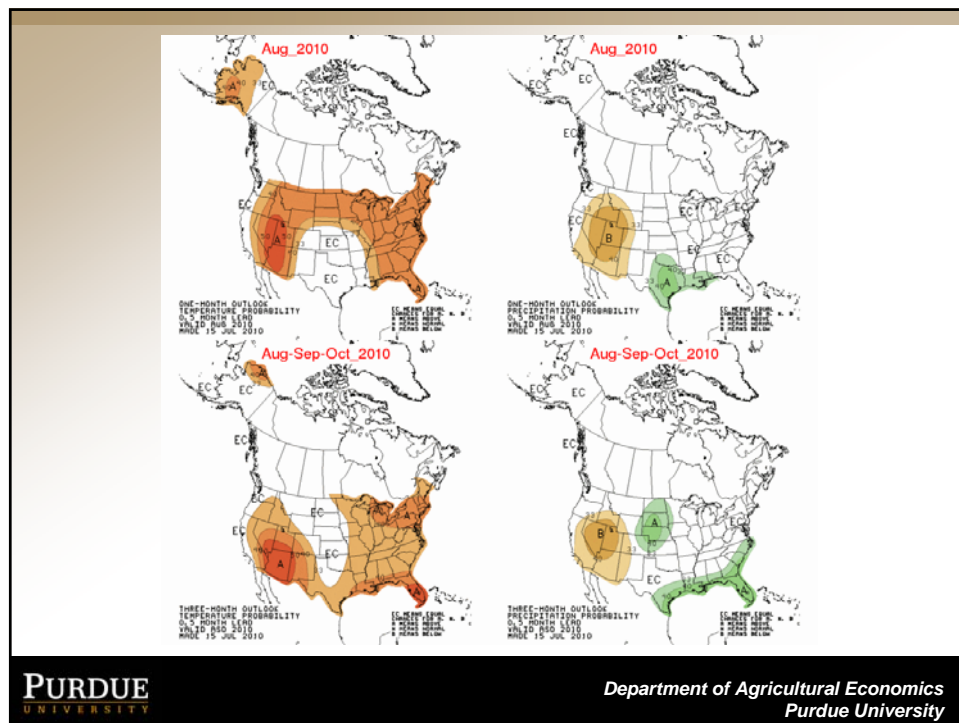
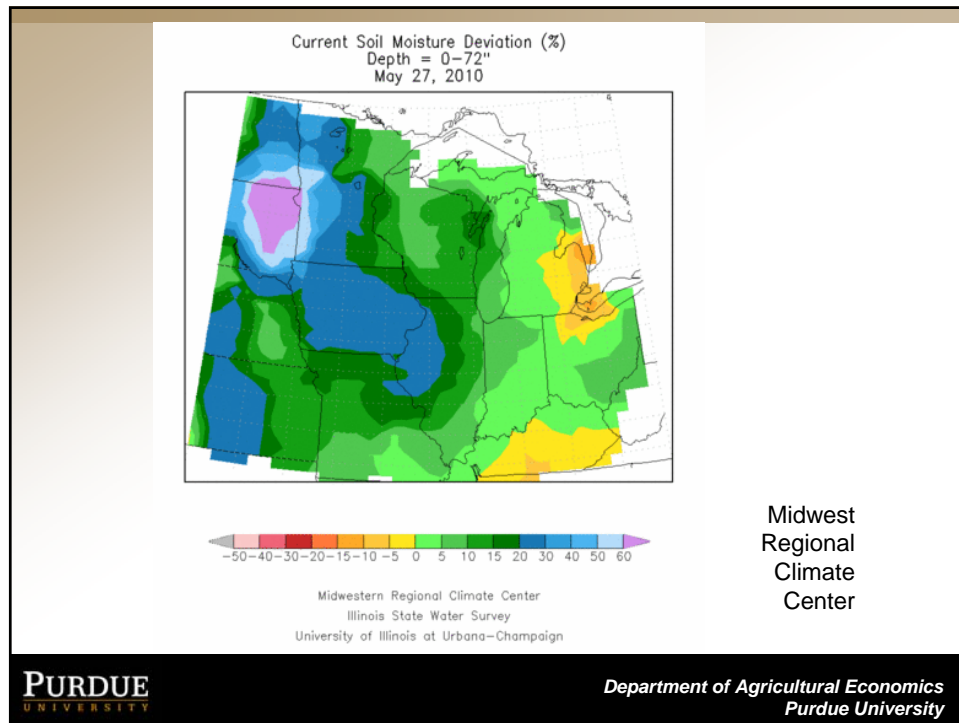
A man with a surprised expression, wide eyes, and an open mouth, wearing a black shirt.

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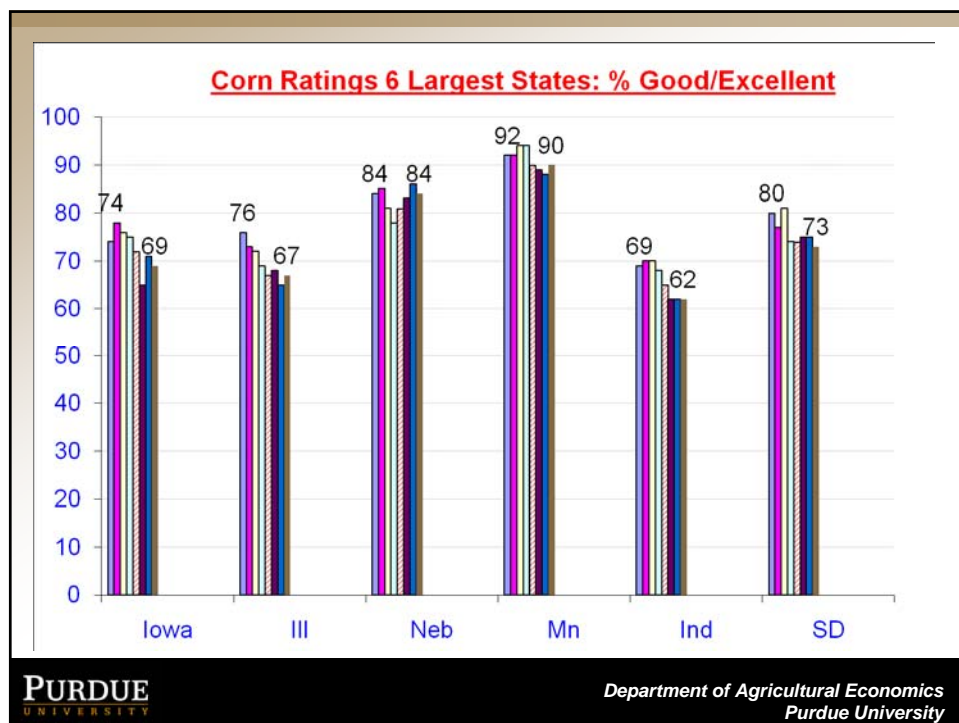
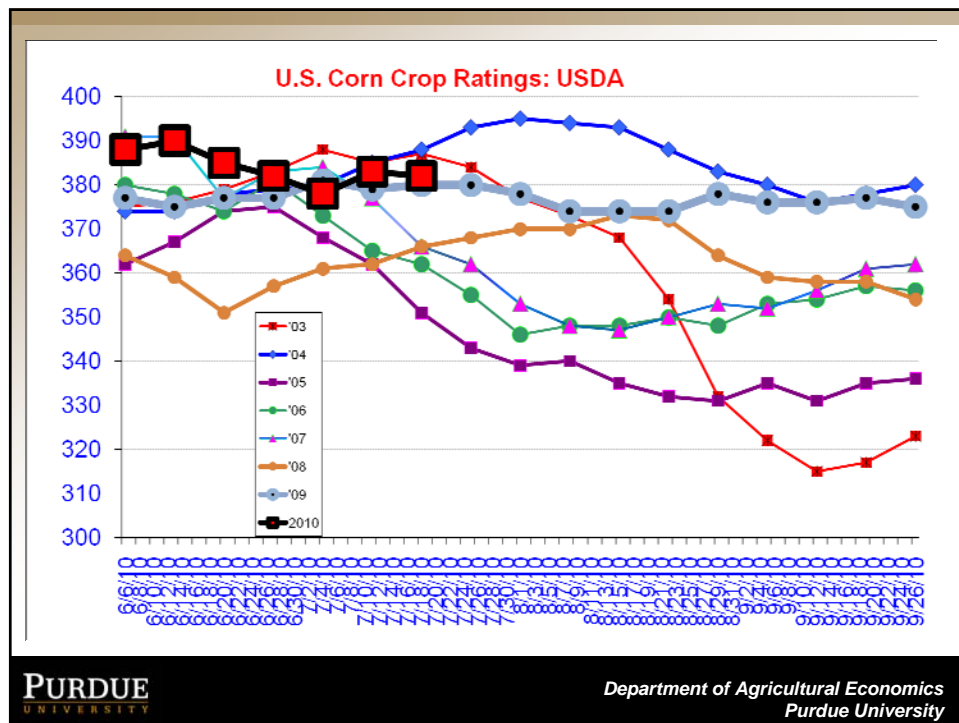
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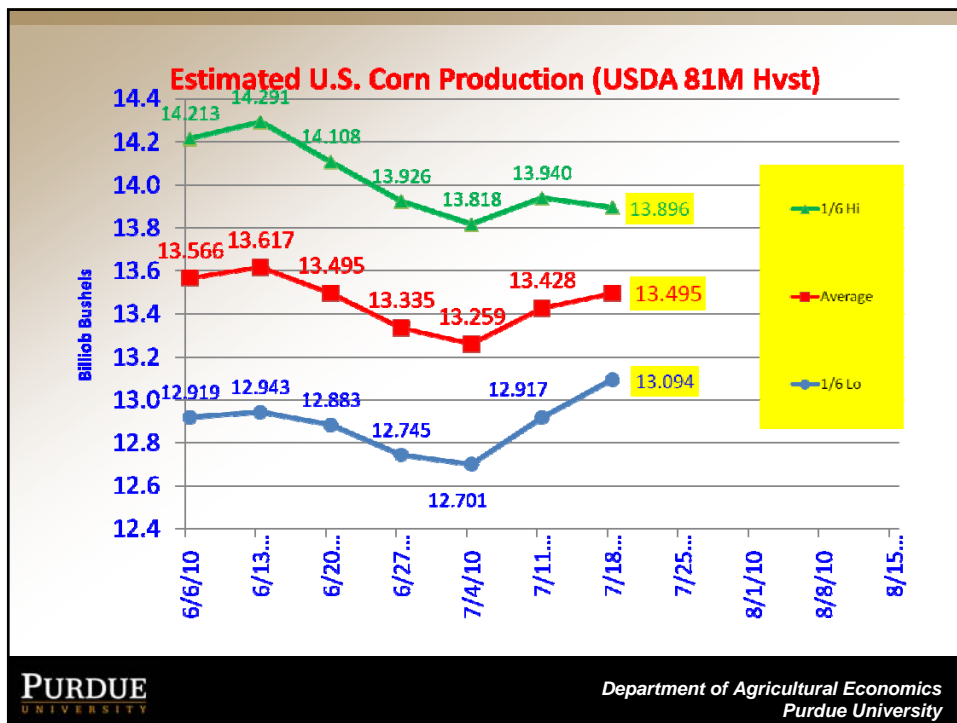
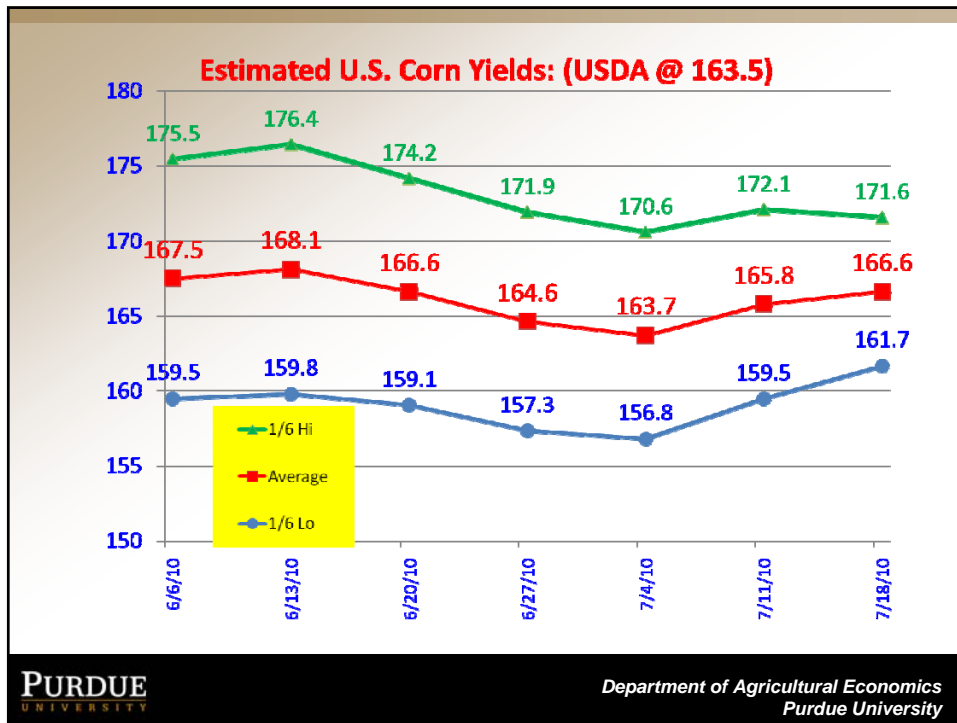


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Corn: USDA					
	7/9/10			USDA	Purdue
	07/08	08/09	09/10	10/11	10/11
	Million Bushels				
Carryin	1,304	1,624	1,673	1,478	1,500
Production	13,074	12,092	13,110	13,245	13,500
Total Supply	14,398	13,729	14,793	14,733	15,010
Feed & Residual	5,974	5,205	5,525	5,350	5,380
FSI Non-Fuel	1,338	1,316	1,340	1,360	1,360
FSI Fuel (Ethanol)	3,026	3,677	4,500	4,700	4,580
Export	2,436	1,858	1,950	1,950	2,050
Total Use	12,774	12,056	13,315	13,360	13,370
Ending Stocks	1,624	1,673	1,478	1,373	1,640
US Farm Price	\$4.20	\$4.06	\$3.50-\$3.60	\$3.45-\$4.05	\$3.35-\$3.95
			\$3.55	\$3.75	\$3.65
Ethanol % Of Use	23.7%	30.5%	33.8%	35.2%	34.3%
Stocks/Use	12.7%	13.9%	11.1%	10.3%	12.3%

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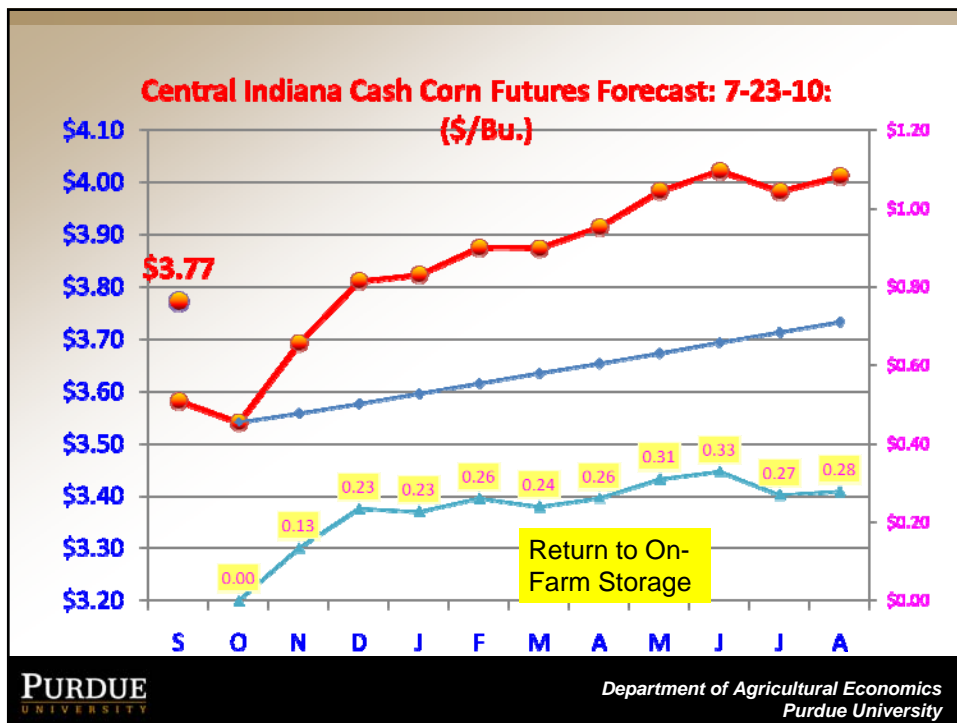
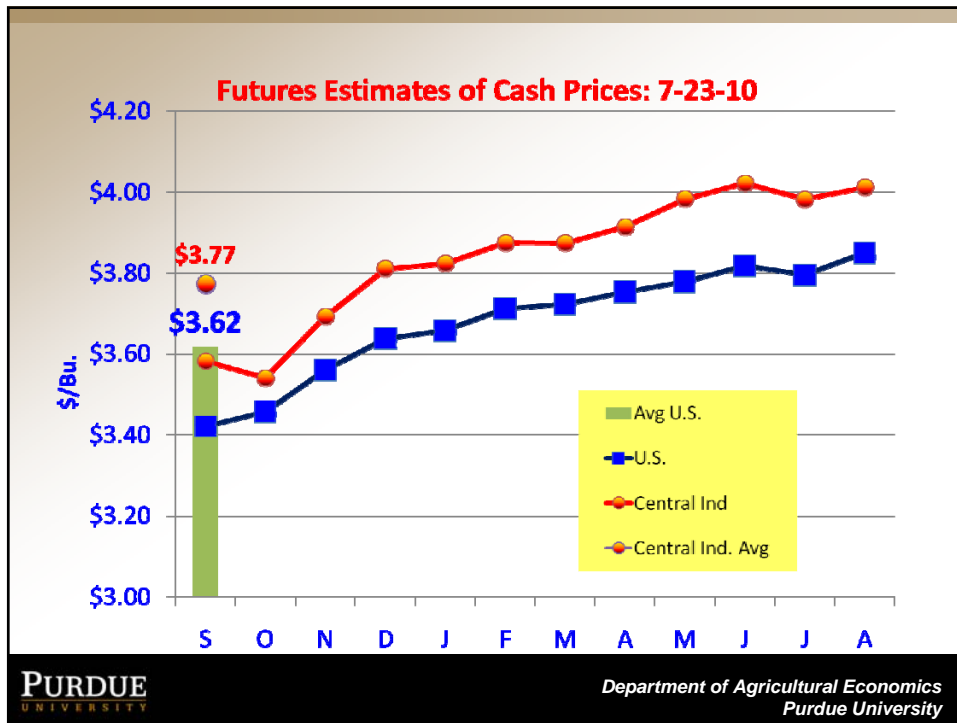
ACRE Trigger
U.S. Price about
\$3.30/bushel and lower

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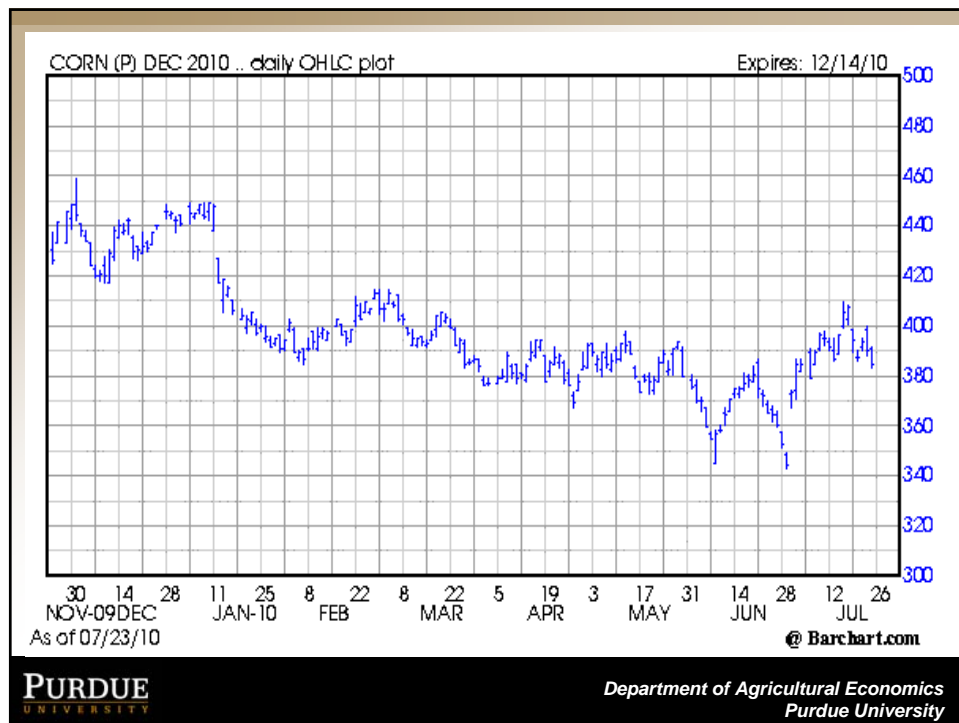
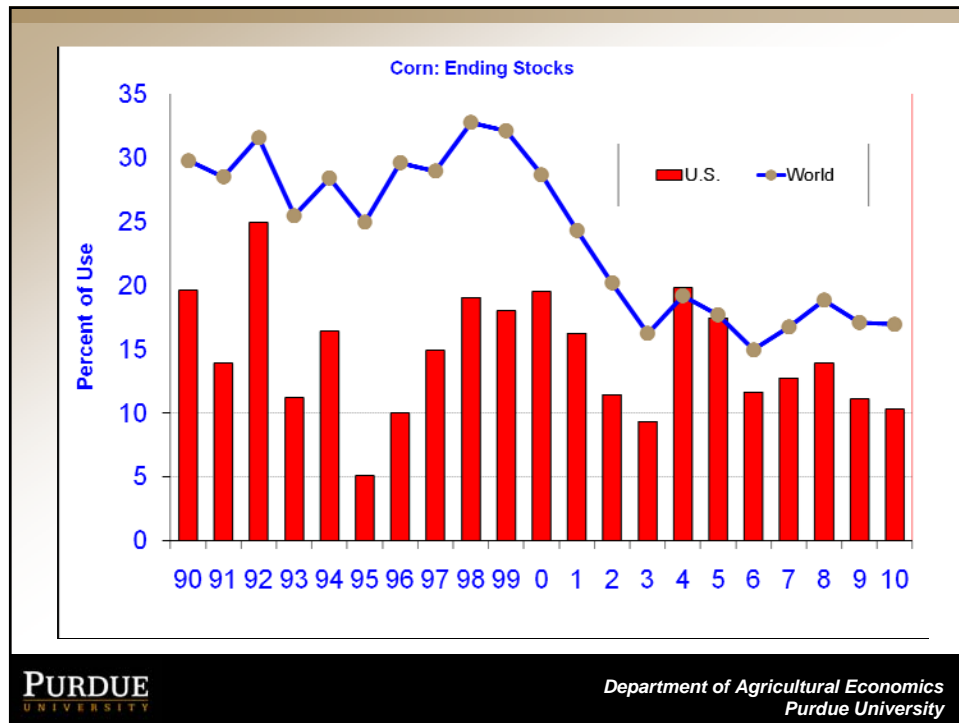
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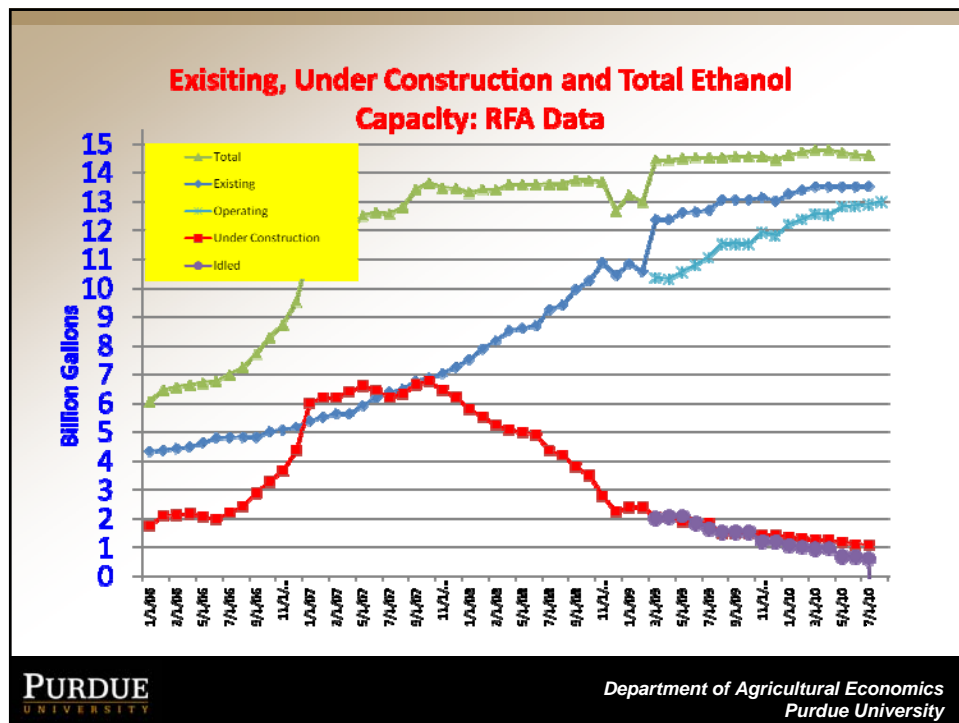
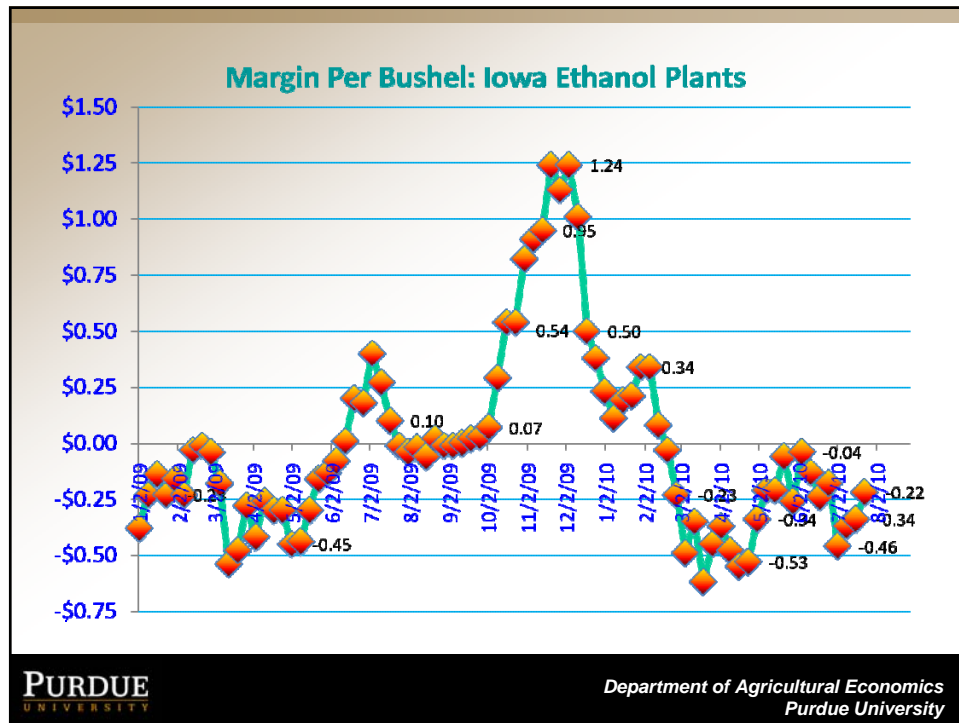
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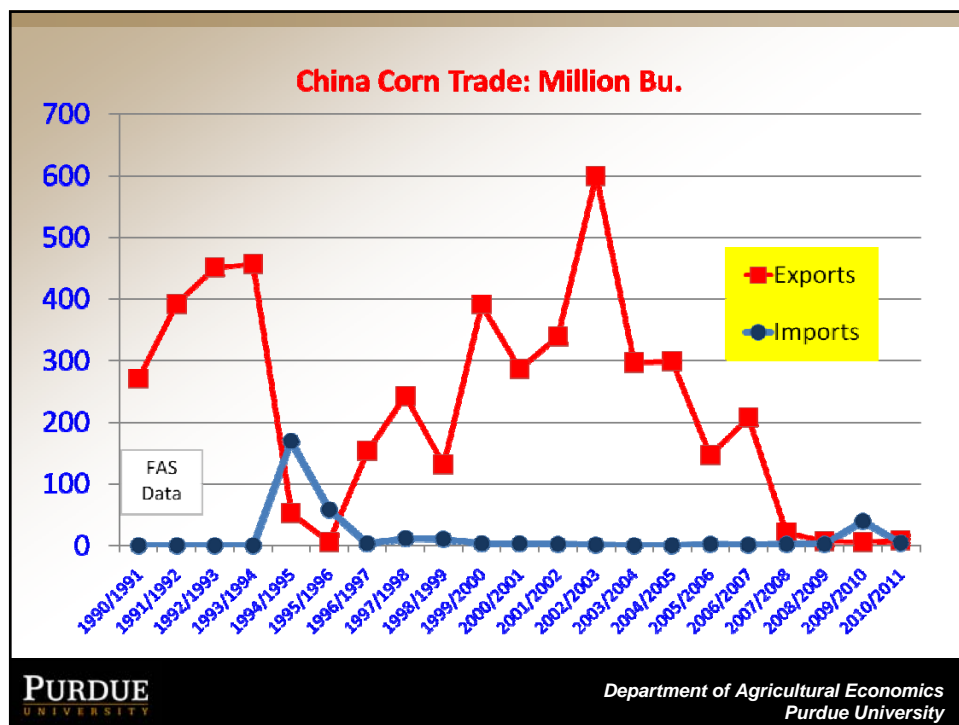
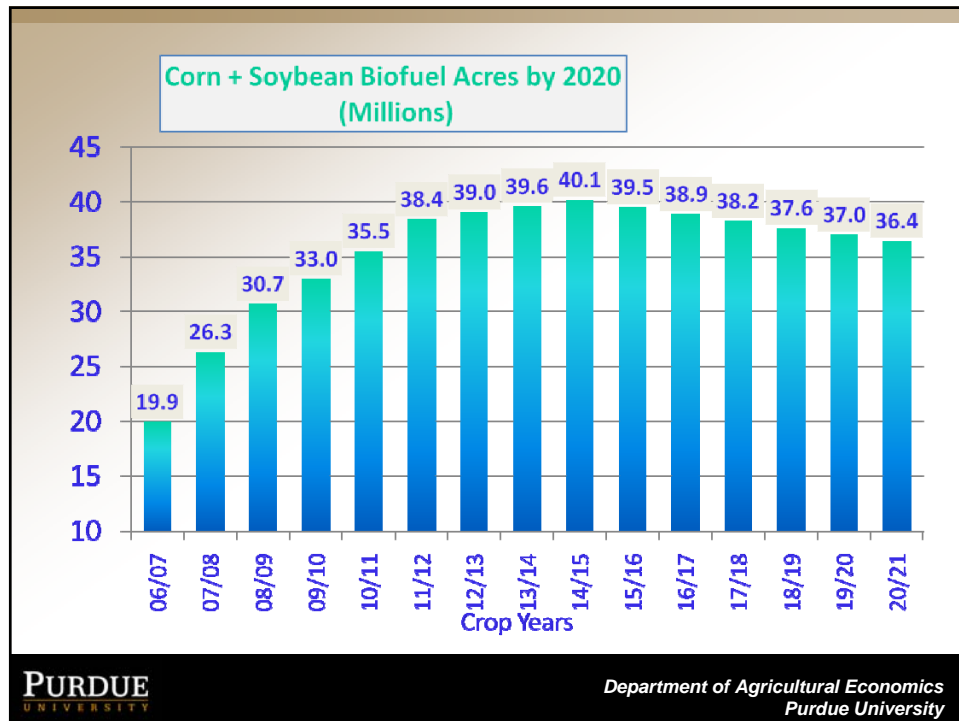
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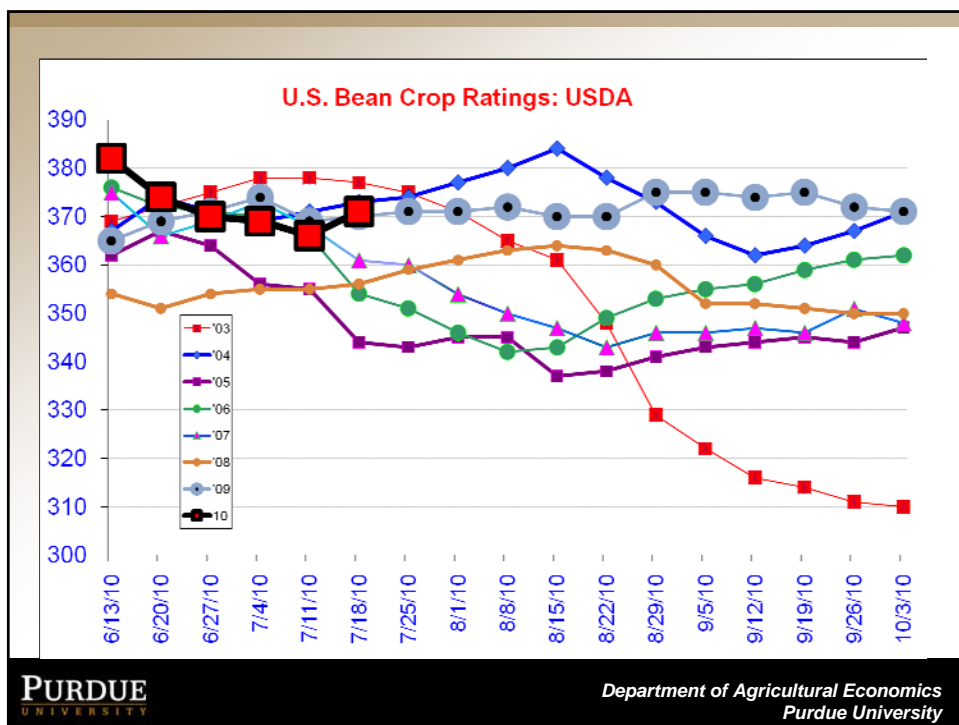
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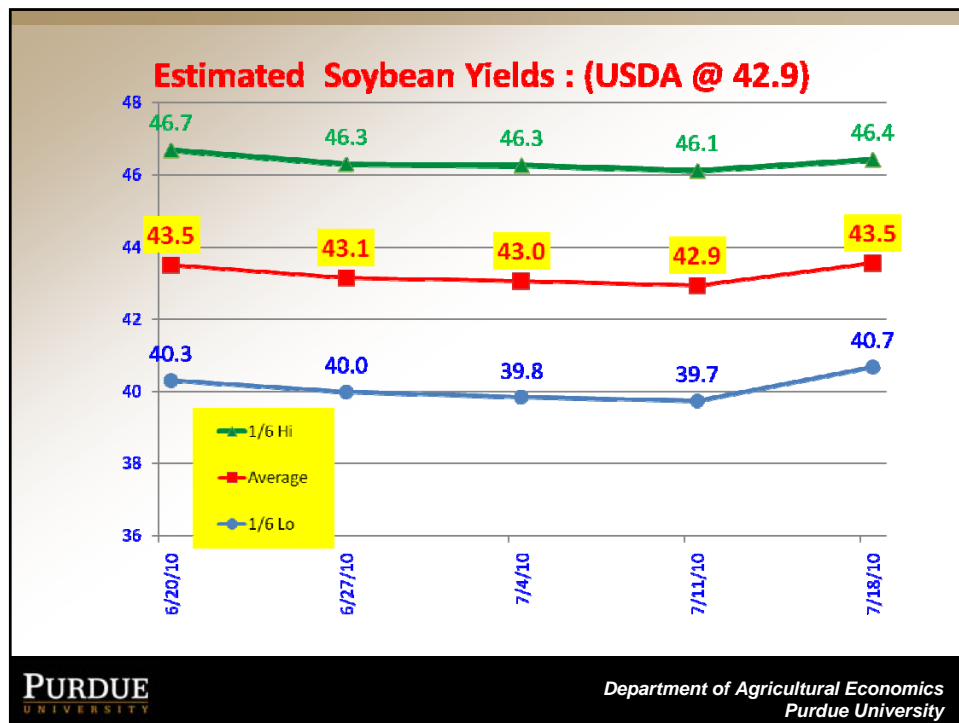
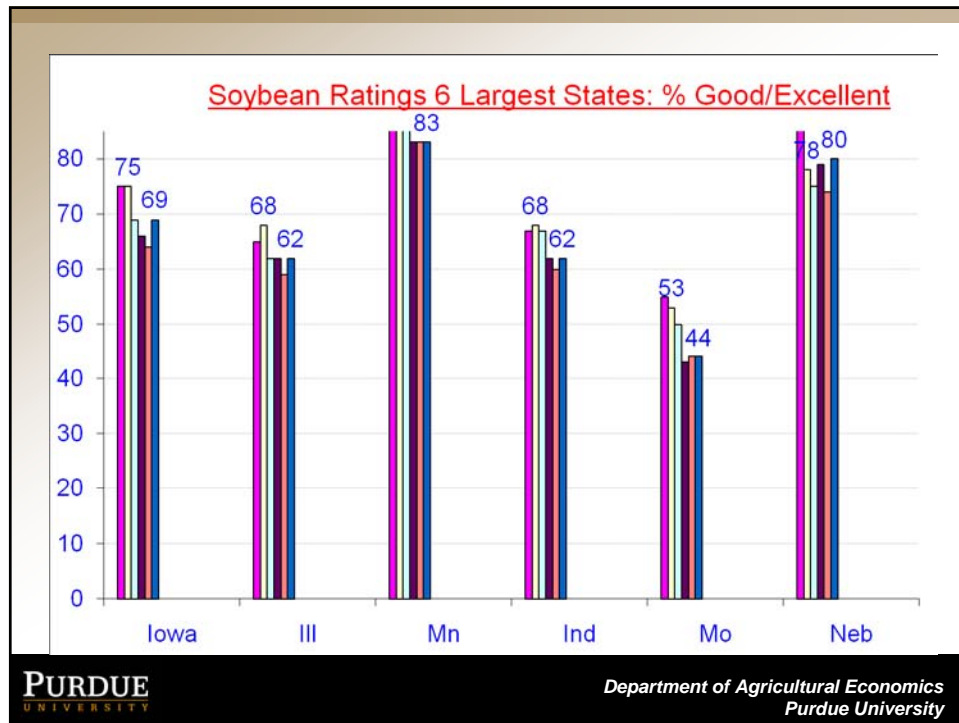


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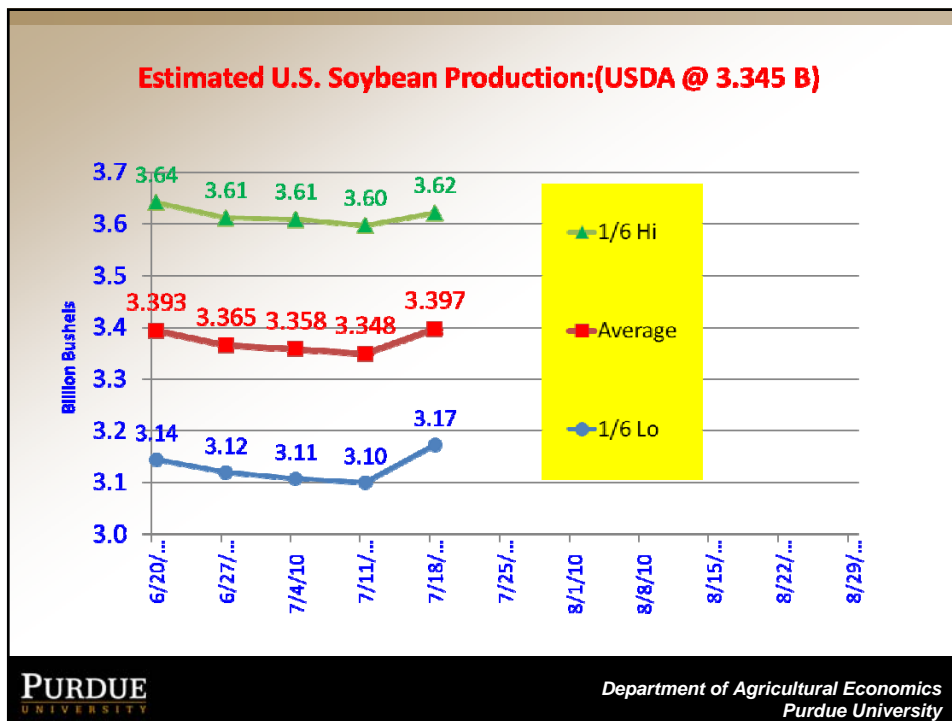


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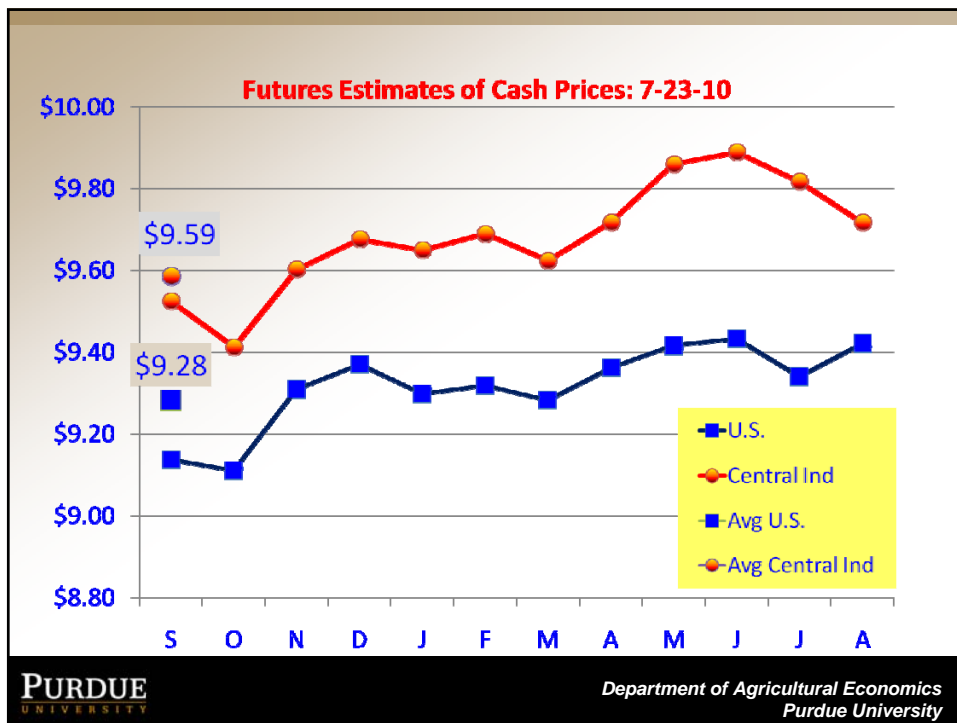
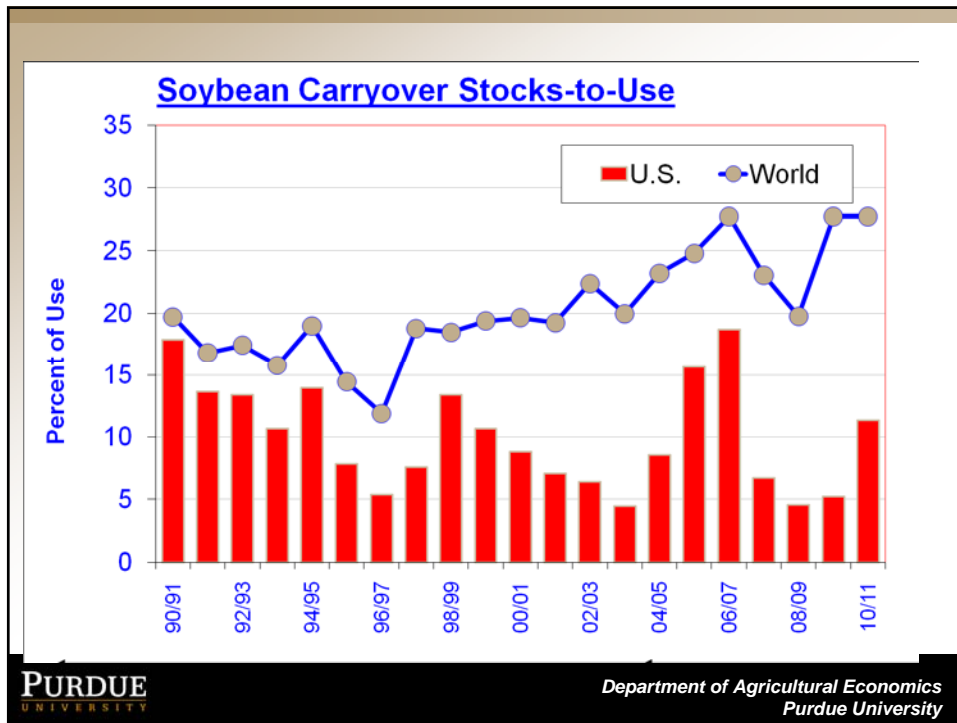


Soybeans:USDA					
	7/9/10			USDA	Purdue
	07/08	08/09	09/10	10/11	10/11
	Million Bushels				
Carryin	574	205	138	175	165
Production	2,676	2,967	3,359	3,346	3,400
Total Supply	3,260	3,185	3,512	3,530	3,575
Seed & Residual	93	102	132	155	150
Crush	1,801	1,662	1,745	1,645	1,660
Exports	1,161	1,283	1,460	1,370	1,390
Total Use	3,055	3,047	3,337	3,170	3,200
Ending Stock	205	138	175	360	375
Farm Price	\$10.10	\$9.97	\$9.55	\$8.10-\$9.60	\$7.90-\$9.40
				\$8.85	\$8.65
Stocks/Use	6.7%	4.5%	5.2%	11.3%	11.7%

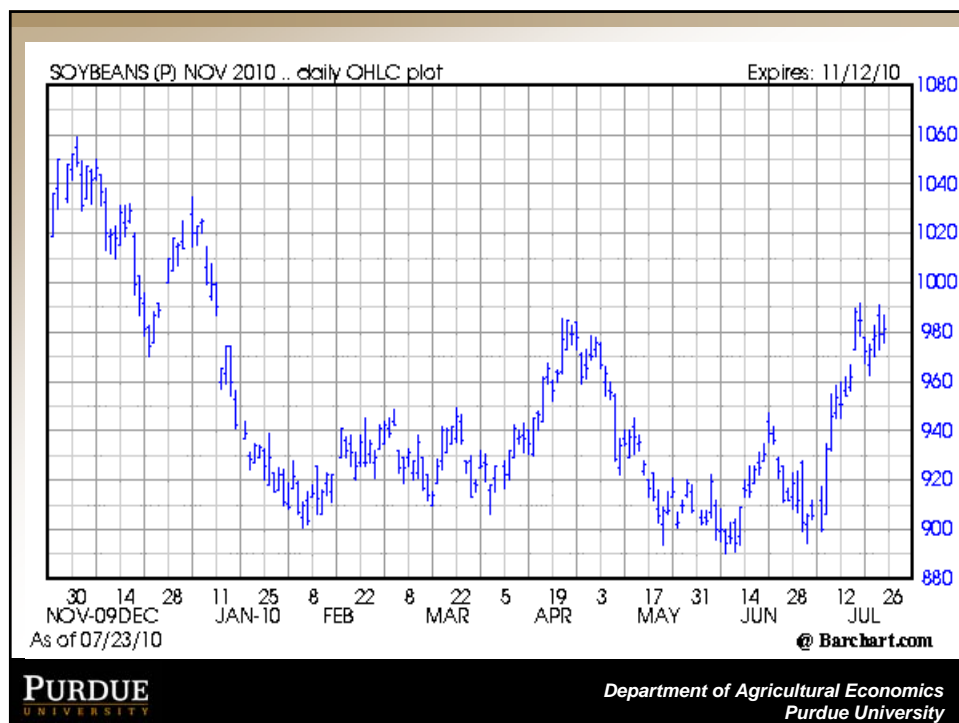
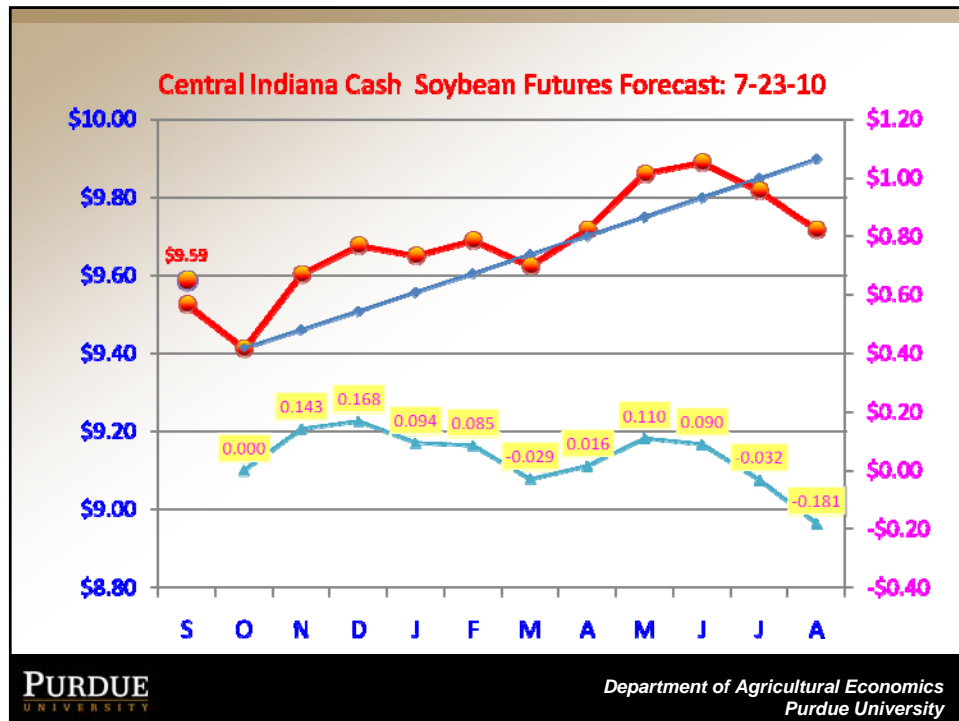
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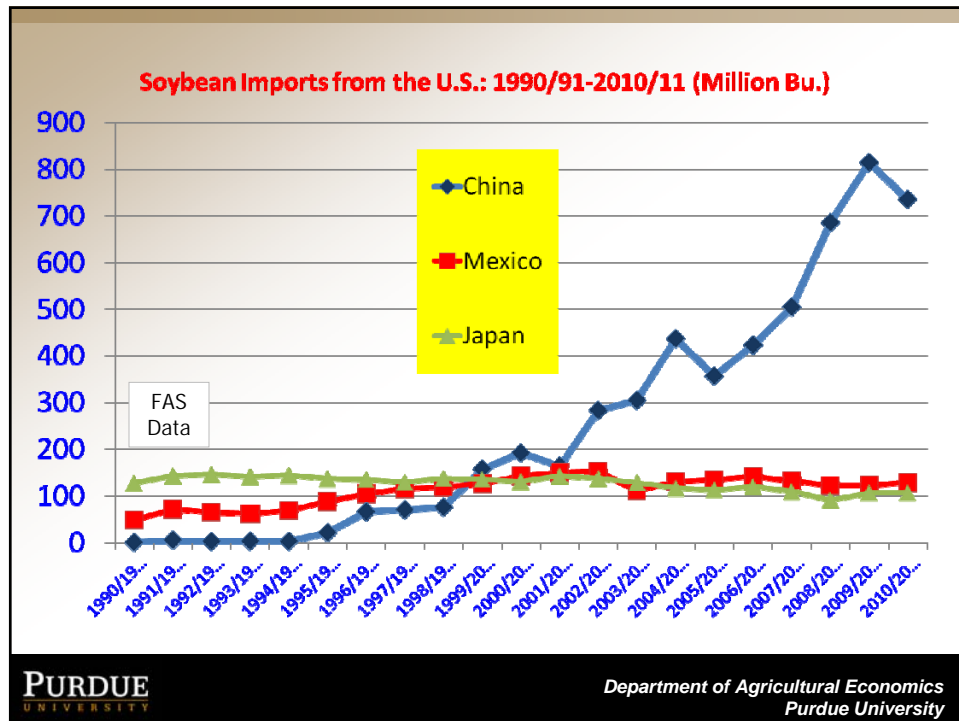


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10/11 ACRE Trigger
U.S. Price about
\$8.60/bushel and lower

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