

## Weekly Market Report

Week Ending 01/08/08

### ROUND-UP

Exchange	Last Traded Value (01/08/08) 10am	Fortnightly Change
Nov 08	£129	-£3.00
Nov 09	£139	-£1.00
Dec CBOT (Wheat)	\$8.10	-\$0.24
Nov MATIF (Wheat)	€191.5	+€2

### SUMMARY

- European markets weaken as harvest weighs – feed grains weak
- US wheat eases as corn weather remains benign
- Oil market weakness continues to add pressure to Corn market
- IGC raises Global wheat estimate by 4 million
- IGC raises Global corn estimate by 3 million
- Ukraine raises Grain crop by 3 million to 43

## WEATHER/CROP DEVELOPMENT

- Wheat Quality concerns in the Black Sea increase
- Some heat forecast in the US Mid West - though 6 –10 forecasts cooler

## BOTTOM LINE

Little fresh news - more crop estimates getting revised higher and weather in the critical mid west looks OK. One area of increasing market focus is the lack of Milling Quality in Eastern Europe which is raising milling premiums and giving some support to the Matif.

Bottom line – after an unprecedented daily decline for three weeks the trade are looking for a technical correction . This would likely be viewed by most as a selling opportunity.