

Status of the Global Grain Market Report

January 2021



Brief

This report highlights the most up-to-date developments in the global grain markets. The objective of the report is to provide information relevant to food companies to assess and mitigate operational risks thus strengthening the countries' food security.

The report is based on a set of inputs and references from open sources, including those issued by Open Source Data, the Food and Agriculture Organization of the United Nations (FAO), and the Agricultural Market Information System (AMIS).



Outputs

1. Constant increase in the price of soybeans and corn commodities in the United States of America, as a result of the high demand from the People's Republic of China as well as lowered production estimates of these commodities by **20% for the 2020-2021** agricultural season. It is expected that the price of soybeans will range between **15-17 USD** per bushel, and the price of corn will be between **5.7-6 USD per bushel**.



2. The Federal Republic of Russia introduced wheat export fees/taxes which will lead to wheat price hiking. The fees/taxes will amount to approximately **61 USD per ton**, representing an increase of more than **20%** in this commodity price. The decision will be activated starting **March 1, 2021**.



3. Expectations for reduced volume of Argentinian wheat exports in order to ensure the stability of the price of this commodity in the domestic market. The Argentinian Republic is expected to export approximately **10 million tons** of wheat, of which **8.9 million tons** were sold in the **2020-2021** season.



4. Ukraine to enforce a cap on wheat export volume at **24 million tons** for the **2020-2021** agricultural season (approximately **22 million tons** were exported till **January 22, 2021**).



5. Estimates of the volume of corn production in the United Mexican States are estimated at **27.5 million tons**.



6. Grain prices are expected to continue to rise during **2021** in various percentages for each product. Estimates show limited price growth for rice and wheat commodities whereas a steady rise in soybean and corn commodities.

