



June 22, 2017

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For more information on the contents of this newsletter or the U.S. Grains Council, its mission and programs, please contact Alvaro Cordero at (202) 789-0789.

The U.S. Grains Council is a private, non-profit partnership of producers and agribusinesses committed to building and expanding international markets for U.S. barley, corn, grain sorghum and their products. The Council is headquartered in Washington, D.C. and has ten international offices that oversee programs in more than 50 countries. Financial support from our private industry members, including state checkoffs, agribusinesses, state entities and others, triggers federal matching funds from the USDA resulting in a combined program value of more than \$26 million.

CHICAGO BOARD OF TRADE MARKET NEWS

| Week in Review: CME Corn July Contract | | | | | |
|--|--|---|---|---|--|
| \$/Bu | Friday June 16 | Monday June 19 | Tuesday June 20 | Wednesday June 21 | Thursday June 22 |
| Change | 4.500 | -8.750 | -5.2500 | -1.2500 | -6.0000 |
| Closing Price | 384.00 | 375.25 | 370.00 | 368.75 | 362.75 |
| Factors Affecting the Market | Steady buying pushed July corn up to finish the week higher. Weather forecasts have evened out and are predicting more normal growing conditions for June. USDA announced 4.7 million bushels of 2017/18 corn were sold to Mexico. Outside markets were mixed; the U.S. dollar fell 30 points with higher crude oil. | Expectations for mild Corn Belt temperatures and moderate rains sent the market lower. The rain is a welcome relief even as temperatures rise above 90 degrees in the Dakotas. USDA said 48 million bushels were inspected for export last week. The U.S. dollar was 35 points higher and U.S. equities gained as well. | Another day of good weather erased nearly all of July corn's recent gains. USDA said the good-excellent rating was 67 percent nationally and private corn condition indexes were higher. Brazil's corn harvest is 5 percent complete, behind last year's pace. Outside markets were unhelpful, with a higher dollar and lower oil and equities. | Lackluster trade left July corn to trade both sides of unchanged before spillover selling from soybeans held the market lower at the close. Ethanol production was down from last week, as were ethanol stocks. Outside markets were off too, with the dollar falling 19 points, crude oil losing \$0.98, and equities lower as well. | Better weather in the 10-day forecast sent corn below key technical points. Exports last week reached 47.7 million bushels, a bullish number that puts total shipments at 39 percent of last year. U.S. corn prices are remaining close enough to Brazil to remain competitive. The dollar was unchanged and equities were higher. |

Outlook: July corn has broken its mild uptrend with Thursday's 6-cent drop. This week's trading erased all the early June weather market gains but there are still bullish factors increasing upside potential. Domestic and international corn demand remains solid and the weather forecast isn't set in stone.

Weak crude oil prices pressured ethanol futures and contributed to decreasing ethanol output. Ethanol production fell to 990,000 barrels per day this week, down 12,000 barrels per day from the prior week. Ethanol stocks fell to 22.28 million barrels as summer driving and gasoline demand remains robust. Wednesday's EIA report also noted a bigger-than-expected draw in crude oil inventories, which will support oil and ethanol prices. The energy outlook – particularly ethanol and crude oil stocks/inventories – is bullish for corn. Some private firms are forecasting corn used for ethanol in the 2016/17 crop year to hit 5.560 billion bushels, above USDA's current projection of 5.45 billion bushels.

Brazil's corn harvest is 5 percent complete, which is behind last year's pace but not worryingly so. The delayed harvest and slow farmer selling has kept FOB prices in a very competitive range versus the U.S. Gulf. Currently, U.S. Gulf FOB prices are \$0.04/bushel over those for FOB Paranagua corn, a small enough difference to keep U.S. corn competitive on the export market.

The USDA said 48 million bushels of corn were inspected for export last week, a bullish amount that keeps U.S. exports 44 percent higher than this time last year. With 11 weeks left in the corn marketing year, YTD

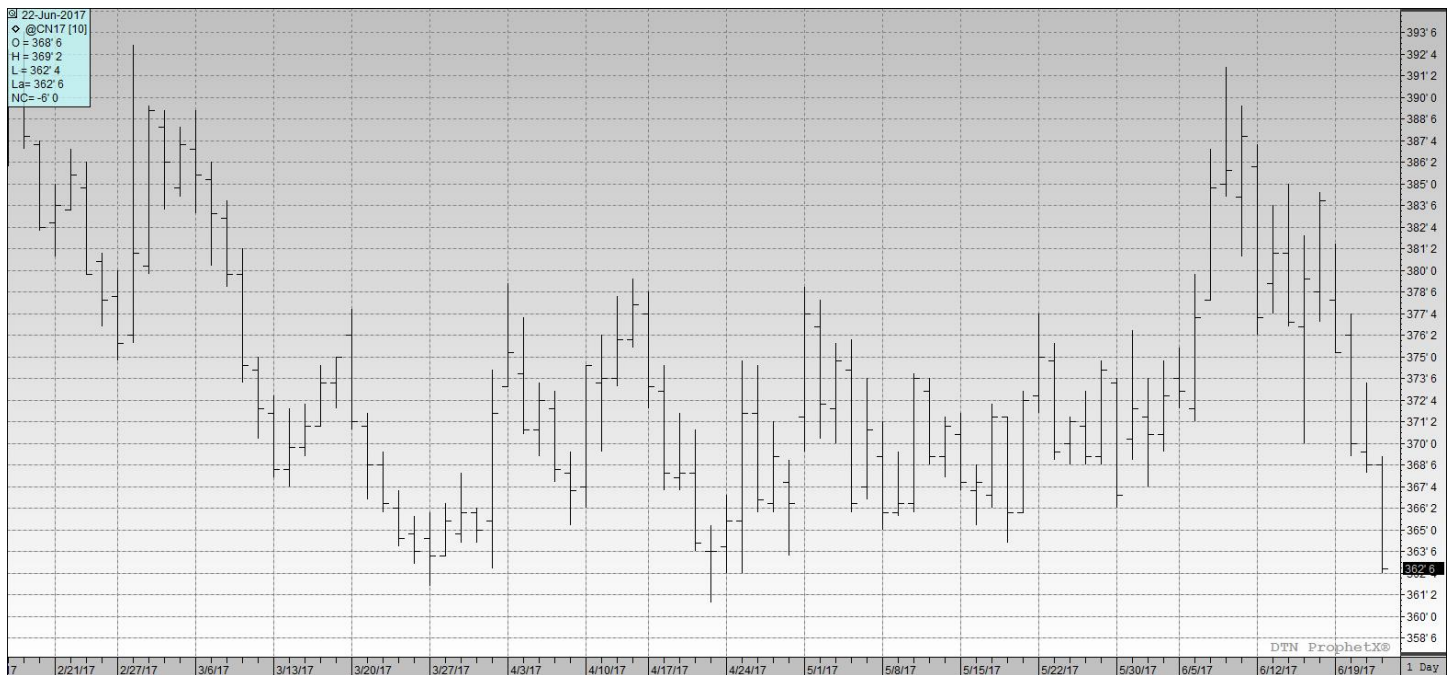
exports are well above USDA's projected demand increase of 17 percent. This has many analysts expecting USDA to reduce U.S. ending stocks in upcoming WASDEs. If corn exports remain robust for the remainder of the marketing year, USDA could reduce U.S. ending stocks by 200-300 million bushels.

Last Friday, the CFTC reported managed money funds had their second-largest short covering effort in corn market history. Funds bought back over 123,000 futures contracts of their short position to end the week with a nearly flat position. Since then, corn futures open interest has increased, suggesting funds are again selling the market in the face of better Corn Belt weather.

From a technical perspective, July corn broke the trendline that was slowly helping prices higher. Chartists will look to \$3.60 ³/₄ (the April 21 low) as a key point for the contract: continued closes above this point will keep corn in its \$3.60-3.75 trading range while closes below will prompt more bearish outlooks. The market's two-month sideways trend has left moving averages as less-than-useful indicators and momentum indicators will likely be more reliable in the near-term. The RSI is neutral but the MACD and stochastic oscillators are showing more bearish swings.

Given good corn demand both domestically and internationally, combined with likely reductions in USDA's ending stock figures, it seems corn still has bullish possibilities. Near-term good weather will dampen enthusiasm for building new long positions, however, and a period of depressed prices and volatility will likely ensue. However, given spreading dryness in the Midwest and solid demand, it seems an ill-advised place to turn bearish.

CBOT JULY CORN FUTURES



Source: Prophet X

Current Market Values:

| Futures Price Performance: Week Ending June 22, 2017 | | | |
|---|---------------|---------------|-------------------|
| Commodity | 22-Jun | 16-Jun | Net Change |
| Corn | | | |
| Jul 17 | 362.75 | 384.00 | -21.25 |
| Sep 17 | 370.75 | 392.00 | -21.25 |
| Dec 17 | 380.75 | 402.00 | -21.25 |
| Mar 18 | 390.50 | 411.25 | -20.75 |
| Soybeans | | | |
| Jul 17 | 904.00 | 939.00 | -35.00 |
| Aug 17 | 908.50 | 943.25 | -34.75 |
| Sep 17 | 909.75 | 945.00 | -35.25 |
| Nov 17 | 913.25 | 950.00 | -36.75 |
| Soymeal | | | |
| Jul 17 | 293.80 | 300.90 | -7.10 |
| Aug 17 | 295.40 | 302.70 | -7.30 |
| Sep 17 | 296.50 | 304.40 | -7.90 |
| Oct 17 | 296.30 | 305.40 | -9.10 |
| Soyoil | | | |
| Jul 17 | 31.55 | 33.11 | -1.56 |
| Aug 17 | 31.66 | 33.24 | -1.58 |
| Sep 17 | 31.79 | 33.37 | -1.58 |
| Oct 17 | 31.86 | 33.46 | -1.60 |
| SRW | | | |
| Jul 17 | 461.25 | 465.25 | -4.00 |
| Sep 17 | 475.25 | 481.50 | -6.25 |
| Dec 17 | 497.50 | 502.75 | -5.25 |
| Mar 18 | 514.25 | 518.75 | -4.50 |
| HRW | | | |
| Jul 17 | 467.75 | 473.50 | -5.75 |
| Sep 17 | 485.75 | 491.50 | -5.75 |
| Dec 17 | 510.75 | 517.00 | -6.25 |
| Mar 18 | 525.25 | 529.75 | -4.50 |
| MGEX (HRS) | | | |
| Jul 17 | 656.25 | 642.75 | 13.50 |
| Sep 17 | 661.25 | 647.00 | 14.25 |
| Dec 17 | 660.25 | 644.25 | 16.00 |
| Mar 18 | 657.75 | 642.50 | 15.25 |

*Price unit: Cents and quarter-cents/bu (5,000 bu)

U.S. WEATHER/CROP PROGRESS

| U.S. Crop Planting Progress | | | | |
|------------------------------------|----------------------|------------------|------------------|---------------------|
| Commodity | June 18, 2017 | Last Week | Last Year | 2012-16 Avg. |
| Sorghum | 86% | 71% | 86% | 85% |

Source: USDA

| U.S. Crop Condition: June 18, 2017 | | | | | |
|------------------------------------|-----------|------|------|------|-----------|
| Commodity | Very Poor | Poor | Fair | Good | Excellent |
| Corn | 2% | 6% | 25% | 55% | 12% |
| Sorghum | 1% | 4% | 29% | 61% | 5% |
| Barley | 4% | 7% | 25% | 49% | 15% |

Source: USDA

U.S. Drought Monitor Weather Forecast: During the next five days (June 22-26), the NHC guidance indicated that Tropical Storm Cindy (located in the northwestern Gulf of Mexico at 1 pm EDT Wed) will track north, then northeast, then eastward into southwestern Virginia by 7 am EDT Saturday. The WPC's 5-day QPF forecasts the heaviest rains over and to the east of Cindy's center, with 2-5 inches of rain expected in the lower Mississippi and Tennessee Valleys into the central Appalachians. Decent rains (2-3 inches) are also expected in the Texas Panhandle and across Wisconsin and Michigan. Little or no precipitation is expected in the northern Plains and from the Rockies westward, and only light amounts in the western Corn Belt, coastal New England, and parts of Florida. Five-day temperatures should average below-normal from east of the Rockies to the Appalachians, above-normal in the Far West, and near-normal along the East Coast.

For the ensuing five-day period (June 27-July 1), odds favor above-median precipitation in the southern Plains, along the Gulf and southern Atlantic Coasts, and in the Great Lakes region and New England, with sub-median rainfall in the Northwest, and the Tennessee Valley. Chances favor subnormal temperatures in the eastern half of the Nation while above-normal readings are likely in southern Florida and west of the Rockies.

Follow this link to view current U.S. and international weather patterns and future outlook: [Weather and Crop Bulletin](#).

U.S. EXPORT STATISTICS

| U.S. Export Sales and Exports: Week Ending June 15, 2017 | | | | | |
|--|------------------|--------------|---------------------|----------------------|-----------------------|
| Commodity | Gross Sales (MT) | Exports (MT) | YTD Exports (000MT) | YTD Bookings (000MT) | % Change YTD Bookings |
| Wheat | 584,900 | 717,800 | 1,436.2 | 7,525.1 | 8% |
| Corn | 612,500 | 1,211,500 | 45,281.7 | 55,146.0 | 19% |
| Sorghum | 62,100 | 63,800 | 3,976.7 | 4,429.5 | -42% |
| Barley | 800 | 700 | 0.8 | 29.3 | 218% |

Source: USDA/FAS

Corn: Net sales of 528,800 MT for 2016/2017 were down 12 percent from the previous week, but up 16 percent from the prior 4-week average. Increases were reported for Japan (249,600 MT, including 57,500 MT switched from unknown destinations and decreases of 13,100 MT), Mexico (82,200 MT, including 25,000 MT switched from unknown destinations and decreases of 7,300 MT), Israel (55,500 MT, including 50,000 MT switched from unknown destinations), South Korea (52,800 MT, switched from unknown and decreases of 10,700 MT), and Spain (48,500 MT, including 40,000 MT switched from unknown destinations). Reductions were reported for unknown destinations (118,600 MT), Colombia (4,300 MT), and the Dominican Republic (3,700 MT). For 2017/2018, net sales of 124,000 MT were reported for Mexico (120,000 MT) and El Salvador (4,000 MT). Exports of 1,211,500 MT were up 22 percent from the previous week and 6 percent from the prior 4-week average. The primary destinations were Mexico (378,100 MT), Japan (336,300 MT), South Korea (127,000 MT), Israel (67,500 MT), and Peru (49,500 MT).

Optional Origin Sales: The current optional origin outstanding balance for 2016/2017 of 122,000 MT is for South Korea (68,000 MT) and unknown destinations (54,000 MT). The current outstanding balance for 2017/2018 of 112,000 MT is for unknown destinations.

Barley: Net sales of 800 MT for 2017/2018 were reported for Taiwan (500 MT) and South Korea (300 MT). Exports of 700 MT were reported to Japan (600 MT) and South Korea (100 MT).

Sorghum: Net sales of 62,100 MT for 2016/2017 were up 2 percent from the previous week and up noticeably from the prior 4-week average. Increases were for China (59,100 MT, including 55,000 MT switched from unknown destinations) and unknown destinations (3,000 MT). Exports of 63,800 MT were up noticeably from the previous week, but down 2 percent from the prior 4-week average. The destinations were China (59,100 MT), Mexico (4,600 MT) and South Korea (100 MT).

| U.S. Export Inspections: Week Ending June 15, 2017 | | | | | |
|---|---------------------------|----------------------|---------------------------|---------------------|-----------------------------------|
| Commodity (MT) | Export Inspections | | Current Market YTD | Previous YTD | YTD as Percent of Previous |
| | Current Week | Previous Week | | | |
| Barley | 2,096 | 144 | 2,384 | 1,891 | 126% |
| Corn | 1,218,738 | 1,072,708 | 46,630,431 | 32,412,928 | 144% |
| Sorghum | 119,697 | 1,392 | 4,932,997 | 7,367,776 | 67% |
| Soybeans | 275,461 | 511,718 | 51,887,181 | 44,133,424 | 118% |
| Wheat | 739,634 | 801,725 | 1,627,814 | 1,192,879 | 136% |

Source: USDA/AMS. *Marketing Year is June 1-May 31 for wheat and barley and September 1-August 31 for corn, sorghum and soybeans. Week-to-week reports will vary due to exporter reported conditions and cancellations to previous week's reports.

| USDA Grain Inspections for Export Report: Week Ending June 15, 2017 | | | | | | |
|--|-----------|-------------------|-----------|-------------------|----------------|-------------------|
| Region | YC | % of Total | WC | % of Total | Sorghum | % of Total |
| Lakes | 12,672 | 1% | 0 | 0% | 0 | 0% |
| Atlantic | 0 | 0% | 0 | 0% | 0 | 0% |
| Gulf | 636,133 | 52% | 5,500 | 100% | 116,462 | 97% |
| PNW | 309,115 | 25% | 0 | 0% | 0 | 0% |
| Interior Export Rail | 255,318 | 21% | 0 | 0% | 3,235 | 3% |
| Total (Metric Tons) | 1,213,238 | 100% | 5,500 | 100% | 119,697 | 100% |
| White Corn Shipments by Country (MT) | | | 5,500 | to El Salvador | | |
| Total White Corn (MT) | | | 5,500 | | | |
| Sorghum Shipments by Country (MT) | | | | | 116,462 | to China |
| | | | | | 3,137 | to Mexico |
| | | | | | 98 | to Panama |
| Total Sorghum (MT) | | | | | 119,697 | |

Source: USDA, World Perspectives, Inc.

FOB

| Yellow Corn (USD/MT FOB Vessel) | | | | |
|---|------------------|-----------------------|------------------|-----------------------|
| YC FOB Vessel Max. 15.0% Moisture | GULF | | PNW | |
| | Basis (#2 YC) | Flat Price (#2 YC) | Basis (#2 YC) | Flat Price (#2 YC) |
| FH July | +0.42 N | \$159.34 | +0.56 N | \$164.85 |
| July | +0.40 N | \$158.55 | +0.56 N | \$164.85 |
| August | +0.37 U | \$160.52 | +0.53 U | \$166.82 |

Due to the low volume of trade in the market, we are unable to provide accurate White Corn FOB values for this week's report.

| Sorghum (USD/MT FOB Vessel) | | | | |
|---|---------|------------|---------|------------|
| #2 YGS FOB Vessel Max 14.0% Moisture | NOLA | | TEXAS | |
| | Basis | Flat Price | Basis | Flat Price |
| LH July | +0.95 Z | \$187.29 | +0.75 Z | \$179.42 |
| August | +0.95 Z | \$187.29 | +0.75 Z | \$179.42 |

Due to the low volume of trade in the market, we are unable to provide accurate Feed Barley FOB values for this week's report.

| Corn Gluten Feed Pellets (CGFP) (FOB Vessel U.S. \$/MT) | | | |
|--|-------|--------|-----------|
| | July | August | September |
| New Orleans | \$132 | \$132 | \$132 |
| <i>Quantity 5,000 MT</i> | | | |
| Corn Gluten Meal (CGM) (FOB Vessel U.S. \$/MT) | | | |
| Bulk 60% Pro. | July | August | September |
| New Orleans | \$590 | \$590 | \$590 |
| <i>*5-10,000 MT Minimum</i> | | | |
| Corn Gluten Meal (CGM) (Offers, Rail and Truck Delivered U.S. \$/ST) | | | |
| | June | July | August |
| Rail Delvd. Savannah | \$513 | \$513 | - |
| Rail Delvd. Chicago | \$500 | \$500 | \$500 |
| Truck Delvd. Chicago | \$520 | \$520 | - |

**All prices are market estimates.*

DDGS Price Table: June 22, 2017 (USD/MT)
 (Quantity, availability, payment and delivery terms vary)

| Delivery Point Quality Min. 35% Pro-fat combined | July | August | September |
|---|-------------|---------------|------------------|
| Barge CIF New Orleans | 147 | 147 | 148 |
| FOB Vessel GULF | 160 | 160 | 162 |
| Rail delivered PNW | 183 | 184 | 185 |
| Rail delivered California | 185 | 186 | 187 |
| Mid-Bridge Laredo, TX | 181 | 182 | 184 |
| FOB Lethbridge, Alberta | 155 | 157 | 158 |
| 40 ft. Containers to South Korea (Busan) | 178 | 180 | 180 |
| 40 ft. Containers to Taiwan (Kaohsiung) | 177 | 177 | 178 |
| 40 ft. Containers to Philippines (Manila) | 185 | 187 | 188 |
| 40 ft. Containers to Indonesia (Jakarta) | 184 | 186 | 187 |
| 40 ft. Containers to Malaysia (Port Kelang) | 185 | 187 | 188 |
| 40 ft. Containers to Vietnam (HCMC) | 191 | 192 | 193 |
| 40 ft. Containers to Japan (Yokohama) | 187 | 188 | 189 |
| 40 ft. containers to Thailand (LCMB) | 181 | 183 | 183 |
| 40 ft. Containers to China (Shanghai) | 181 | 182 | 184 |
| 40 ft. Containers to Bangladesh (Chittagong) | 206 | 207 | 210 |
| 40 ft. Containers to Myanmar (Yangon) | 206 | 207 | 209 |
| KC & Elwood, IL Rail Yard (delivered Ramp) | 140 | 140 | 141 |

Source: WPI, *Prices are based on offer indications only; terms of delivery, payment and quality may vary from one supplier to another, impacting the actual value of the price.

DISTILLER'S DRIED GRAINS WITH SOLUBLES (DDGS)

DDGS Comments: DDGS prices were steady this week despite volatility in corn and ag futures market prices. Flagging ethanol production supported merchandisers' efforts to defend offers while international buyers held to low bids. Despite it being a quiet trade week, pricing consistency aided in slowly narrowing the bid/ask spread.

Nationally, the average FOB ethanol plant price for DDGS increased \$3-4/MT to \$105.22/MT. Kansas City soybean meal prices were largely steady, pushing DDGS' per-protein unit cost advantage two cents lower to \$1.83. Barge CNF NOLA rates were \$3/MT lower at \$146/MT.

On the international market, FOB Gulf DDGS were \$1/MT lower at \$160/MT while corn FOB Gulf prices fell slightly. DDGS are priced at 101 percent of FOB Gulf corn, down from last week and still historically undervalued. Prices for 40-foot containers to Southeast Asia averaged \$187/MT this week, steady with the week prior. Freight rates increased this week but CNF Asia prices were unchanged as merchandisers completed trades on tight margins to promote business.

COUNTRY NEWS

Brazil: Corn production is on pace to reach a record 95 MMT, up 30 percent from last year. The second crop currently being harvested may have some quality issues but overall is in good condition. However, storage options may be limited. (USDA/FAS)

China: Only 120 KMT of corn was sold on June 22 out of the 1.3 MMT offered. Out of the 14 auctions since May 3, over 23 MMT of reserve corn has been auctioned and at a lower average price than a year earlier. The average auction price (\$199/MT; \$5.06/bu) is 39 percent below the original acquisition cost, excluding storage

and interest costs. Last year the government auctioned 20 MMT of corn and directly sold an additional 20 MMT. Notably, corn prices remain relatively high in the grain deficit south where imports of corn, sorghum and barley should be attractive. (Bloomberg; Brokers Reports)

Mexico: The Energy Regulatory Commission approved a plan to expand the ethanol blend requirement to 10 percent. The Association for Sustainable Movement says it will require a \$1 billion investment to build 10 plants over the next five years to refine ethanol. Separately, 120 KMT of corn was purchased this week from the U.S. and nearly 10 MMT of the 13 MMT of American corn purchased thus far this year has been shipped. (Bloomberg; Platts)

Paraguay: Thousands of farmers are protesting a government plan to impose a 15 percent export tax on corn, soy, and wheat exports. A vote on the measure will occur next week in the Congress and is backed by President Horacio Cartes' party. (Reuters)

Ukraine: UkrAgroConsult says the corn crop is in good condition due to optimal growing conditions for plant growth, development, grain formation and filling. (Bloomberg)

OCEAN FREIGHT MARKETS AND SPREAD

| Bulk Freight Indices for HSS — Heavy Grain, Sorghum and Soybeans* | | | |
|---|-----------------------|-----------------------------|--|
| Route and Vessel Size | Current Week (USD/MT) | Change from Previous Report | Remarks |
| 55,000 U.S. Gulf-Japan | \$36.75 | Up \$0.50 | Handymax at \$37.25/MT |
| 55,000 U.S. PNW-Japan | \$19.00 | Up \$0.50 | Handymax at \$19.50/MT |
| 55,000 U.S. Gulf-China | \$36.25 | Up \$0.75 | North China |
| PNW to China | \$18.00 | Up \$0.50 | |
| 25,000 U.S. Gulf-Veracruz, México | \$14.25 | Up \$0.25 | 3,000 MT daily discharge rate |
| 35-40,000 U.S. Gulf-Veracruz, México | \$12.25 | Up \$0.25 | Deep draft and 6,000 MT per day discharge rate. |
| 25/35,000 U.S. Gulf-East Coast Colombia, from Argentina | \$17.00 \$25.75 | Up \$0.50 Up \$0.25 | West Coast Colombia at \$25.00 |
| 40-45,000 U.S. Gulf-Guatemala | \$24.75 | Up \$0.75 | Acajutla/Quetzal - 8,000 out |
| 26-30,000 U.S. Gulf-Algeria | \$25.50 \$28.50 | Up \$0.50 | 8,000 MT daily discharge 3,000 MT daily discharge |
| 25-30,000 U.S. Gulf-Morocco | \$24.50 | Up \$0.50 | 5,000 discharge rate |
| 55,000 U.S. Gulf-Egypt | \$21.75 | Up \$0.75 | 55,000 -60,000 MT |
| PNW to Egypt | \$22.00 | Up \$0.50 | St. Lawrence to Egypt \$22.25 |
| 60-70,000 U.S. Gulf-Europe-Rotterdam | \$13.25 | Down \$0.50 | Handymax at +\$1.50 more |
| Brazil, Santos-China | \$25.25 | Up \$0.25 | 54-58,000 Supramax-Panamax 60-66,000 Post Panamax |
| Itacoatiara Port upriver | \$24.50 | Up \$0.75 | |
| Amazonia-China | \$29.00 | Up \$0.50 | |
| 56-60,000 Argentina-China Upriver with Top-Off | \$32.50 | Up \$0.50 | — |

Source: O'Neil Commodity Consulting

*Numbers for this table based on previous night's closing values.

OCEAN FREIGHT COMMENTS

Transportation and Export Report: Jay O'Neil, O'Neil Commodity Consulting: Baltic Freight Traders staged a decent rally this week. The Baltic Panamax index rose to 1,109; up 18 percent from last week's close. As usual, the physical market did not follow in lock step. Physical markets were up 1-2 percent week-over-week and did not exhibit as much enthusiasm as the Baltic Index Traders seem to have. The larger Capesize freight markets actually fell back a bit this week.

What is concerning, however, is that I see the orders for new vessels starting to creep back up. This is not what the market needs and is just a continued example of why vessel owners are their own worst enemy. Will they ever learn?

| Baltic-Panamax Dry-Bulk Indices | | | | |
|---------------------------------|-----------|-----------|------------|----------------|
| June 22, 2017 | This Week | Last Week | Difference | Percent Change |
| Route | | | | |
| P2A: Gulf/Atlantic – Japan | 15,315 | 13,105 | 2,210 | 16.9% |
| P3A: PNW/Pacific– Japan | 7,796 | 6,571 | 1,225 | 18.6% |
| S1C: U.S. Gulf-China-S. Japan | 17,911 | 16,278 | 1,633 | 10% |

Source: O'Neil Commodity Consulting

Below is a recent history of freight values for Capesize vessels of iron ore from Western Australia to South China:

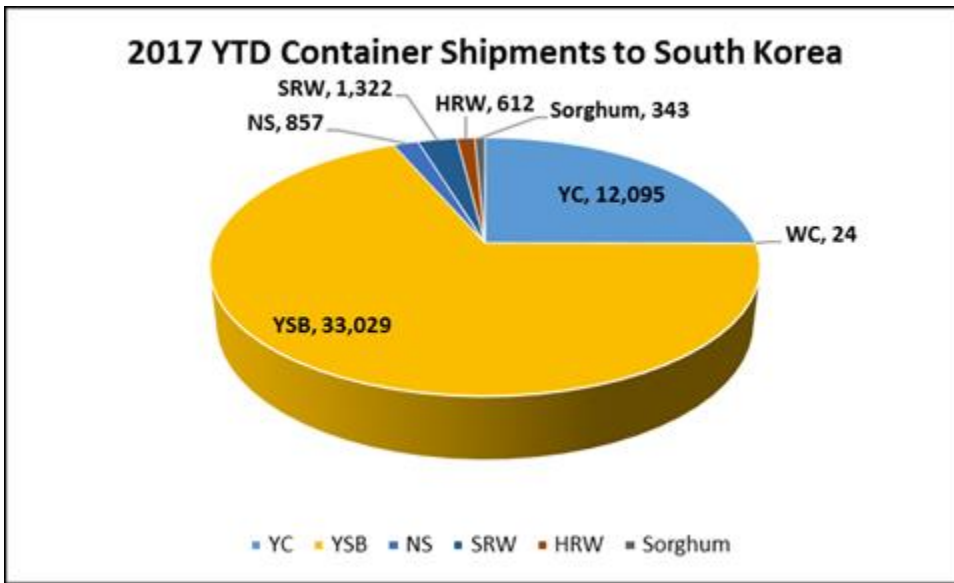
| Week Ending June 22, 2017 | |
|---------------------------|-----------------|
| Four weeks ago: | \$6.00 - \$6.35 |
| Three weeks ago: | \$6.05 - \$6.40 |
| Two weeks ago: | \$5.30 - \$5.80 |
| One week ago: | \$5.00 - \$5.90 |
| This week | \$4.85 - \$5.45 |

Source: O'Neil Commodity Consulting

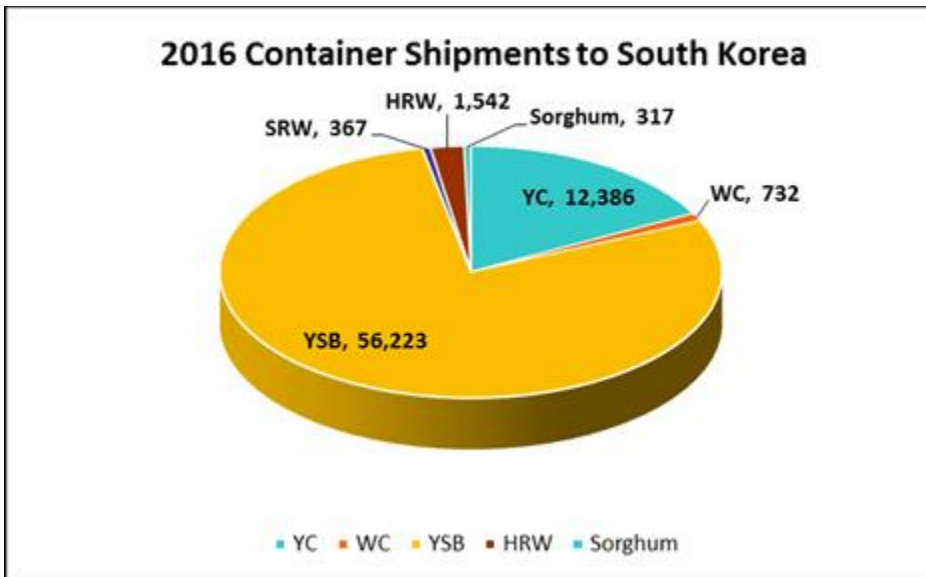
| U.S.-Asia Market Spreads | | | | | |
|--------------------------|---------|---------|---------------|-----------|-----------|
| June 22, 2017 | PNW | Gulf | Bushel Spread | MT Spread | Advantage |
| #2 Corn | 0.61 | 0.39 | 0.22 | \$8.66 | PNW |
| Soybeans | 0.76 | 0.43 | 0.33 | \$12.99 | PNW |
| Ocean Freight | \$18.00 | \$36.25 | 0.46-0.50 | \$18.25 | JULY |

Source: O'Neil Commodity Consulting

The charts below represent YTD 2017 versus 2016 annual totals for container shipments to South Korea.

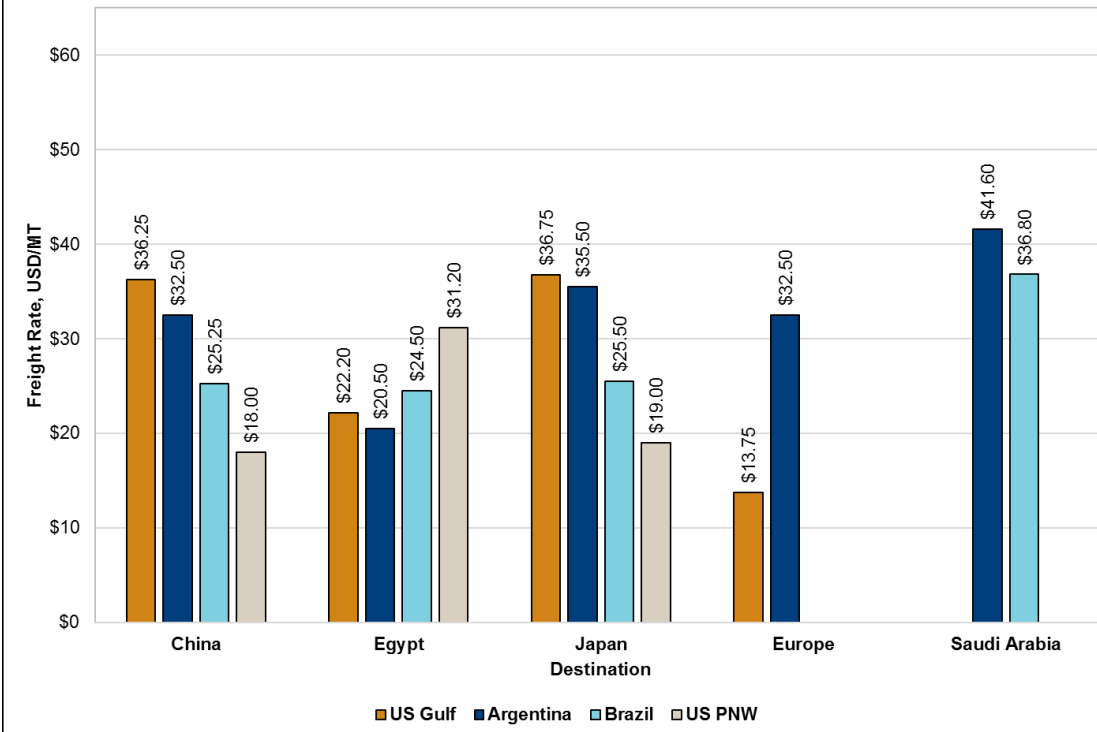


Source: O'Neil Commodity Consulting



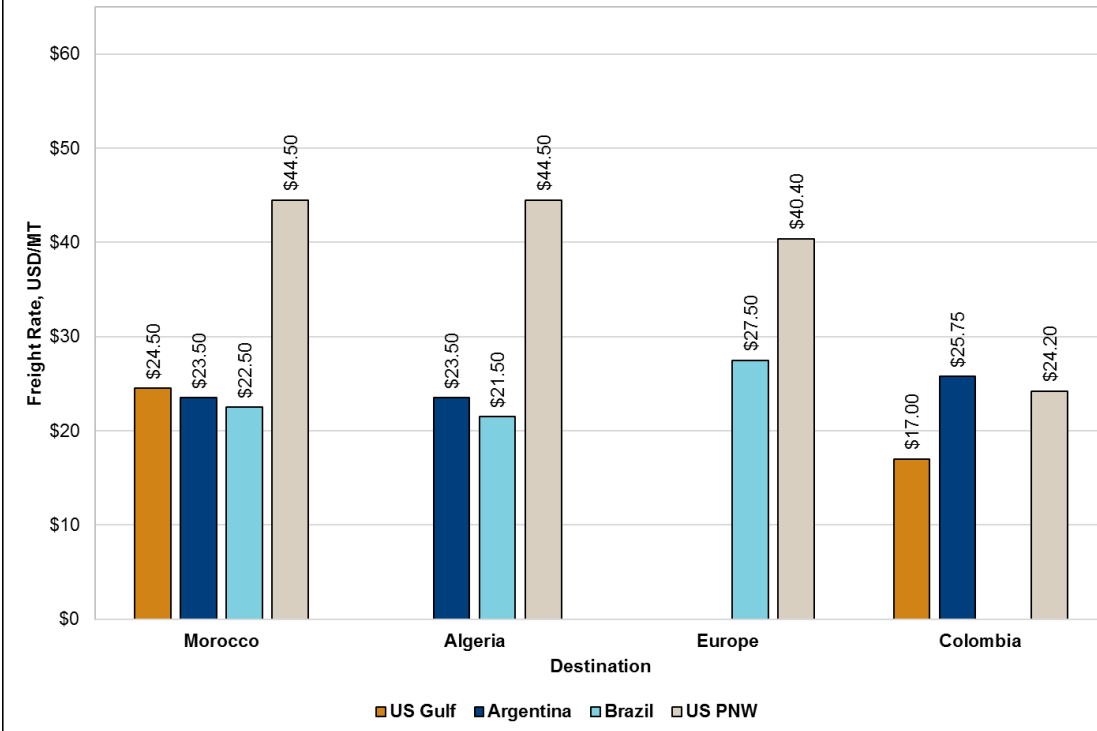
Source: O'Neil Commodity Consulting

International Freight Rates by Origin, June 22, 2017,
Supramax/Panamax Vessels, USD/MT

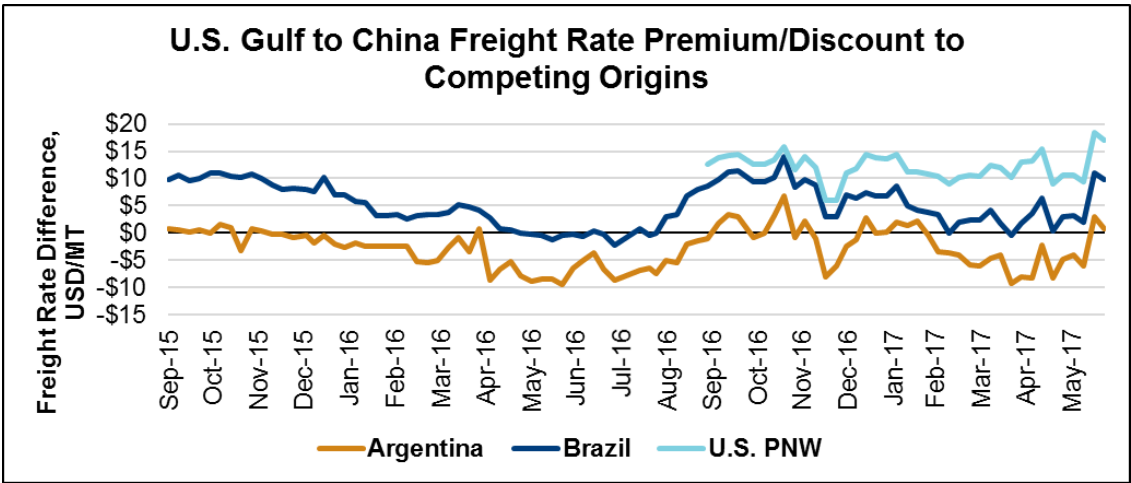


Source: DTN, O'Neil Commodity Consulting and WPI

International Freight Rates by Origin, June 22, 2017,
Handysize Vessels, USD/MT



Source: DTN, O'Neil Commodity Consulting and WPI



Source: DTN, O'Neil Commodity Consulting and WPI

INTEREST RATES

| Interest Rates (%): June 22, 2017 | | | |
|-----------------------------------|--------------|-----------|------------|
| | Current Week | Last Week | Last Month |
| U.S. Prime | 4.25 | 4.00 | 4.00 |
| LIBOR (6 month) | 1.44 | 1.42 | 1.41 |
| LIBOR (1 year) | 1.74 | 1.74 | 1.72 |

Source: www.bankrate.com