

Export Outlook for Grain & Feed Products

Revised FY 2007 Forecast:  \$400 Million to \$23 Billion

Initial FY 2008 Projection: \$24.3 Billion

Revised FY 2007 Forecast

Key Developments

- Wheat vol & unit prices rise – less Canada/EU comp. & tighter supply
- Corn vol down w/ increased comp.

Initial FY 2008 Projection

Upside Developments

- Larger export vols (esp corn) & higher unit values (tight world supply)
- Record US corn crop, reduced comp. & strong foreign demand boost corn 1.5 mmt & \$600 mil.
- Wheat vol up +500,000 mt & prices rise – HRW & HRS benefit from tight global high-protein wheat supply

Wild Cards

- High prices & competition could slow corn & wheat shipments
- US & foreign 2007/08 crop size

Export Value (\$Bil)

Includes corn gluten feed/meal

