

# ALLENDALE INC.

## SPECIAL REPORT:

# CHINESE SOYBEAN BUYING



**Rich Nelson, Director of Research**

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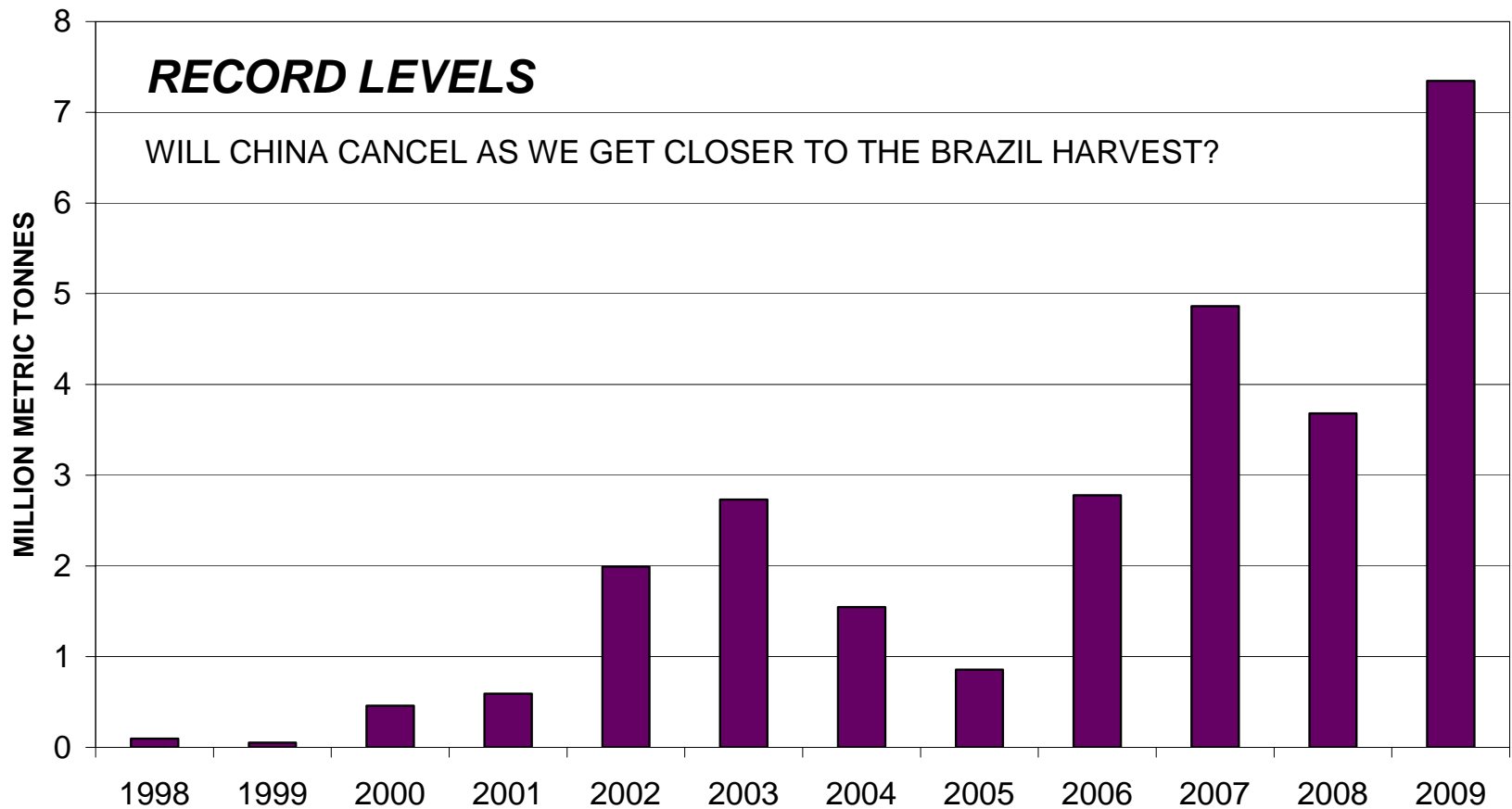
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# WILL CHINA CANCEL US SOYBEANS?

- China has purchased an astounding 18.2 million tonnes (670 million bushels) of US soybeans since September!
- That is 70% more than last year at this time. Plus, they are still buying!
- ***40% of these orders have not been shipped (7.3 million tonnes / 270 million bushels) .***

# UNSHIPPED SOYBEANS

## UNSHIPPED SOYBEANS DESTINED FOR CHINA AS OF DECEMBER 10



# 198 SHIPPED CARGOES SO FAR

- We have shipped a record 10.9 million tonnes to China since September.
- If one panamax ship holds 55,000 tonnes, 2.4 ships per day have left the US since September!

# 134 CARGOES UNSHIPED

- 2.4 cargoes per day extends out another 56 days (weekdays + Saturdays).
- China procurement extends to February 18.
- Brazil harvest is from March – May. (There will be some February, some say even late January, harvest.)

# NO CANCELLATIONS NEEDED

- China can purchase even more US soybeans before coverage overlaps with Brazil's takeover of the export market.
- Even if they eventually purchase too much, they would likely wait until the end of January (a critical development period for Brazilian soybeans) before canceling.

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