

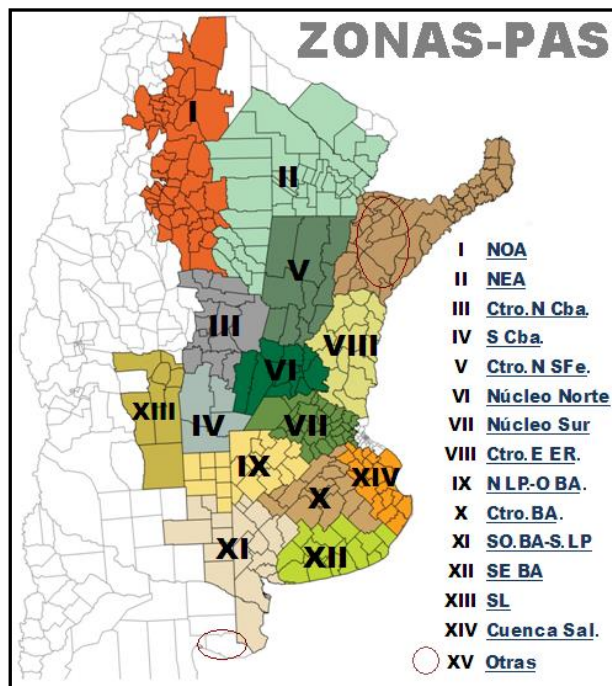


Weekly Ag Report

BUENOS AIRES GRAIN EXCHANGE

WEEK ENDED ON JUN 01, 2017

CROP REPORT - HIGHLIGHTS Estimations and Agricultural Projections Department Buenos Aires Grain Exchange



Referencias:

NOA: Salta+Tucumán+Jujuy+Catamarca+Oeste Sgo del Estero.
NEA: Chaco+Este Sgo del Estero+Formosa.
Ctro N Sfe: Centro-Norte de Santa Fe. **Ctro N Cba:** Centro-Norte de Córdoba.
Núcleo Norte: Este de Córdoba+Centro-Sur de Santa Fe+Sudoeste de Entre Ríos.
S Cba: Sur de Córdoba. **N LP-O BA:** Norte de La Pampa+ Oeste de Buenos Aires.
Ctro E ER: Entre Ríos excluido Victoria y Diamante.
Ctro BA: Centro de Buenos Aires.
SO BA-S LP: Sudoeste de Buenos Aires+Sur de La Pampa.
SE BA: Sudeste de Buenos Aires. **SL:** San Luis.
Cuenca Sal: Este de la Cuenca del Salado. **Otras:** Corrientes+Misiones.

WEEKLY AGRICULTURAL WEATHER OUTLOOK

BUENOS AIRES GRAIN EXCHANGE

June 1, 2017

JUNE 1 TO 7, 2017: COLD TEMPERATURES WITH CHANCES OF FROSTS, FOLLOWED BY A RISE IN TEMPERATURES AND PRECIPITATIONS OVER THE NORTHEAST-END OF THE AGRICULTURAL REGION.

At the beginning of the perspective, the cold air mass, which has been present over the last days, will sharply drop temperatures over most part of the region, with likelihood of frosts. Northerly winds will return, bringing atmospheric humidity and raising highs above normal in the north of the region. The South, however, will observe values ranging from normal to below normal. Towards the end of the perspective, the heat and humidity from the North will lead to abundant precipitations over the northeast-end of the area. The rest of the region will report scarce values.

WHEAT

Good weather conditions have fostered planting progress over the center and south of the national agricultural area. Planting began in high-lying areas of northern and western Buenos Aires. At the same time, fieldwork gained pace in the NOA region. The NEA region, however, observed a halt in fieldwork due to rainfalls. Both regions report adequate soil moisture. The final planted area is likely to exceed our initial projections.

Weekly progress is estimated at 5.9 percentual points. To date, planting is 11.3% complete out of a final area projected at **5.5 M hectares**. This area projection, which was published in April within the context of the launch of the winter cropping season 2017/18 at the Buenos Aires Grain Exchange, was estimated considering the water excess in the low-lying areas of some sectors in Buenos Aires, La Pampa and southern Córdoba. It did not contemplate, however, the rise in precipitations, which, later on, worsened the scenario in the most affected areas

Nonetheless, since the ideal planting window will extend all through July, we do not rule out a weather improvement which could help the area recover and foster the planting of crops.

Within this scenario, weather projections forecast rainfalls ranging from moderate to scarce for the beginning of the winter season. Temperatures are projected to oscillate with short spans of mild/cool conditions.

SOYBEAN

Last week's good weather conditions fostered soybeans harvest at its final stage. To date, soybeans are 85.5 % harvested, with a weekly progress at 5.9 percentual points and a YoY progress of 6.8 percentual points.

The average yield dropped 0.02 T/H and averaged 3.25 T/H. Production stands at 50 M tons. Under this scenario, we maintain our final production estimate at **57.5 M tons**. This projection remains subjected to the yield evolution in areas affected by water excess. These areas account for more that 50% of the unharvested area. (West and center of Buenos Aires and vast areas in La Pampa and the NEA region).

SOYBEAN HARVEST					As of: Jun. 01, 2017				
2016/17 Season		Hectareage (Ha)			Percentage Harvested (%)	Hectares Harvested	Yield (qq/Ha)	Production (Tn)	
Zone	Sown	Lost	Harvestable						
I	NOA	950.000	70.000	880.000	67,3	591.916	26,1	1.546.862	
II	NEA	1.400.000	65.000	1.335.000	59,7	797.601	33,2	2.646.079	
III	Ctro N Cba	2.200.000	50.000	2.150.000	100,0	2.150.000	33,4	7.175.804	
IV	S Cba	1.640.000	100.000	1.540.000	84,5	1.300.699	32,8	4.262.193	
V	Ctro N SFe	1.340.000	120.000	1.220.000	92,2	1.124.426	30,5	3.425.208	
VI	Núcleo Norte	2.840.000	120.000	2.720.000	99,5	2.706.783	36,4	9.857.068	
VII	Núcleo Sur	2.470.000	250.000	2.220.000	95,3	2.116.203	36,4	7.709.731	
VIII	Ctro E ER	1.290.000	30.000	1.260.000	95,9	1.207.744	28,2	3.409.589	
IX	N LP-OBA	2.130.000	180.000	1.950.000	79,2	1.544.125	35,0	5.400.071	
X	Ctro BA	800.000	50.000	750.000	80,1	600.879	29,2	1.755.534	
XI	SO BA-S LP	470.000	21.000	449.000	74,5	334.450	24,8	828.151	
XII	SE BA	1.300.000	80.000	1.220.000	52,3	638.252	20,1	1.281.593	
XIII	SL	200.000	8.000	192.000	99,8	191.664	28,3	543.082	
XIV	Cuenca Sal	130.000	4.000	126.000	75,8	95.528	30,5	291.758	
XV	Otras	40.000	2.000	38.000	100,0	38.000	24,4	92.625	
TOTAL		19.200.000	1.150.000	18.050.000	85,5	15.438.270	32,5	50.225.347	

CORN

Over the last week, corn harvest progressed at a good rhythm in the center and south of the national agricultural area. The collection of the first plots with late-planted corn in the provinces of Córdoba, Santa Fe and Entre Ríos supported our yield expectations for the current season. Recent yields remain above the average of the last seasons. Harvest is expected to gain pace in the northern provinces, which account for 18% of the planted area.

On the other hand, rainfalls and high moisture levels have hindered harvest progress in Córdoba and Buenos Aires due to flooded roads.

Under this scenario, we maintain our final production estimate at **39 M tons** for the current season. Weekly progress stands at 2.4 percentage points. To date, corn is 38.4% harvested (16.7 M tons) with an average yield at 8.7 T/H.

CORN HARVEST					As of: Jun. 01, 2017			
2016/17 Season		Hectareage (Ha)			Percentage Harvested (%)	Hectares Harvested	Yield (qq/Ha)	Production (Tn)
Zone	Sown	Lost	Harvestable					
I	NOA	340.000	-	340.000	-	-	-	-
II	NEA	580.000	-	580.000	-	-	-	-
III	Ctro N Cba	754.000	13.000	741.000	19,3	142.643	90,0	1.283.246
IV	S Cba	652.000	15.200	636.800	30,0	191.040	87,5	1.671.062
V	Ctro N SFe	208.000	6.100	201.900	33,5	67.637	74,3	502.848
VI	Núcleo Norte	501.000	17.000	484.000	87,3	422.290	93,6	3.954.206
VII	Núcleo Sur	383.000	16.700	366.300	86,5	316.850	100,3	3.176.613
VIII	Ctro E ER	162.000	6.000	156.000	67,1	104.676	68,2	713.918
IX	N LP-OBA	535.000	13.800	521.200	42,2	219.946	91,8	2.018.125
X	Ctro BA	280.000	5.250	274.750	48,0	131.880	82,9	1.093.384
XI	SO BA-S LP	160.000	3.150	156.850	53,3	83.601	55,1	460.936
XII	SE BA	190.000	2.400	187.600	64,0	120.064	73,0	876.244
XIII	SL	220.000	3.350	216.650	20,0	43.330	80,9	350.756
XIV	Cuenca Sal	105.000	2.550	102.450	58,8	60.241	87,8	528.949
XV	Otras	30.000	3.500	26.500	40,0	10.600	58,3	61.768
TOTAL		5.100.000	108.000	4.992.000	38,4	1.914.797	87,2	16.692.056

GRAIN SORGHUM

Since our last report, the harvest of grain sorghum has expanded across the national agricultural area. Despite this progress, fieldwork suffered delays due to the high moisture content in grains. Soggy fields and bad road conditions delay harvest in the center of the country. Most of the progress took place in north-central Córdoba and east-central Entre Ríos. The west of the region observes waterlogging of plots and lodging.

To date, grain sorghum is 65.9% harvested with an average yield at 5 T/H. Production stands at **2.5 M tons**. 47% of this figure was contributed by north-central Santa Fe and the NEA region. Under this scenario, we maintain our final production estimate at 3.2 M tons, down 6% YoY. (Production 2015/16: 3.4 MTn).

GRAIN SORGHUM HARVEST					As of: Jun. 01, 2017			
2016/17 Season		Hectareage (Ha)			Percentage Harvested	Hectares Harvested	Yield (qq/Ha)	Production (Tn)
Zone	Sown	Lost	Harvestable					
I	NOA	23.000	850	22.150	40,0	8.860	40,0	35.440
II	NEA	200.000	7.500	192.500	70,0	134.750	45,7	615.341
III	Ctro N Cba	80.000	3.900	76.100	70,0	53.270	63,6	338.734
IV	S Cba	30.000	1.550	28.450	65,0	18.493	64,6	119.388
V	Ctro N SFe	138.000	16.000	122.000	89,0	108.580	51,6	560.669
VI	Núcleo Norte	30.000	4.100	25.900	88,0	22.792	61,6	140.504
VII	Núcleo Sur	17.000	1.050	15.950	87,0	13.877	59,3	82.313
VIII	Ctro E ER	60.000	5.800	54.200	86,0	46.612	54,9	256.108
IX	N LP-OBA	40.000	1.850	38.150	51,0	19.457	45,0	87.554
X	Ctro BA	10.000	650	9.350	40,0	3.740	45,0	16.830
XI	SO BA-S LP	80.000	1.560	78.440	25,0	19.610	30,0	58.830
XII	SE BA	7.000	130	6.870	35,0	2.405	35,0	8.416
XIII	SL	45.000	1.200	43.800	52,0	22.776	40,0	91.104
XIV	Cuenca Sal	25.000	980	24.020	35,0	8.407	40,0	33.628
XV	Otras	15.000	900	14.100	85,0	11.985	45,4	54.395
TOTAL		800.000	48.020	751.980	65,9	495.612	50,4	2.499.253

Buenos Aires, June 1, 2017

Buenos Aires Grain Exchange