

# Gordon Food Service Market Updates

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## Grocery & Bakery | Frying Oils

Plants in the US continue to run tight on canola supplies. Shipments of bulk are slowly making their way to the US, but the backlog of orders will keep plants from catching up for balance of September. The harvest is just beginning in Canada which should provide relief. The soybean crop rating has been reported lower since last month's storms in Iowa and Illinois claimed toll on fields. Combined with increased export demand, the soy complex has been firm. Soy oil prices are trading at a nine month high. The harvest typically brings some downward pressure, leaving the next month as a window many buyers will be targeting.

## Grocery & Bakery | Flour

Spring wheat was 82% harvested to start off this week, just slightly off the five year pace of 87%. Futures have settled lower as the stronger US dollar means more competition on the export stage. Larger than expected harvests in Canada and Australia will also lead to more competition abroad. Continued pressure as the harvest comes to fruition should lead to lower flour costs until we get into prime baking season.

## Grocery & Bakery | Sugar

US beet suppliers are roughly 85% sold for 2021. Cane sugar prices spiked after an explosion at the Domino Sugar refinery in Arabi, LA led to a silo fire. Short term this could keep prices elevated, but longer term we are looking at a good supply for the 20/21 season. Prices should decline from 2020 levels in late-Q4 and Q1.