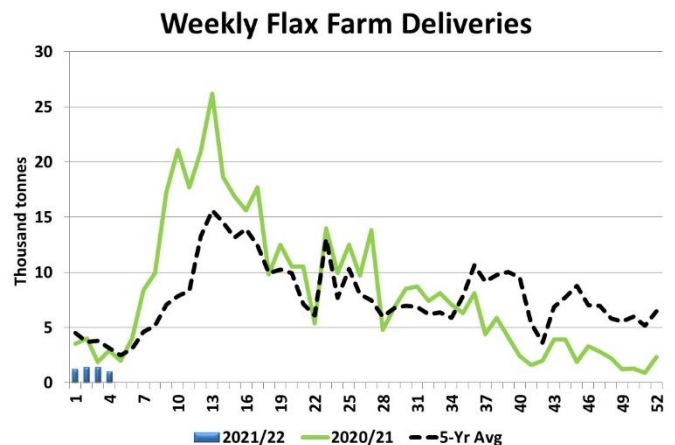
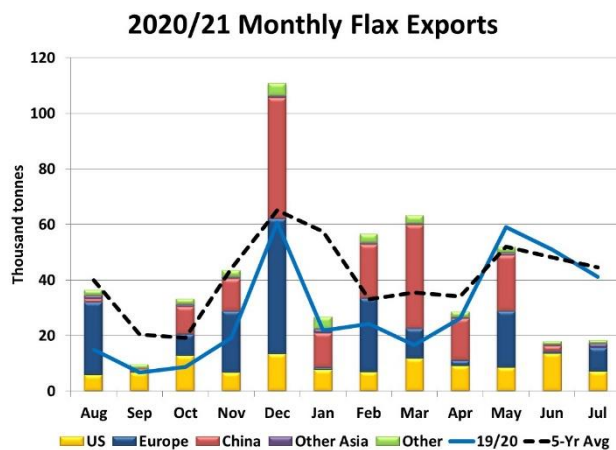
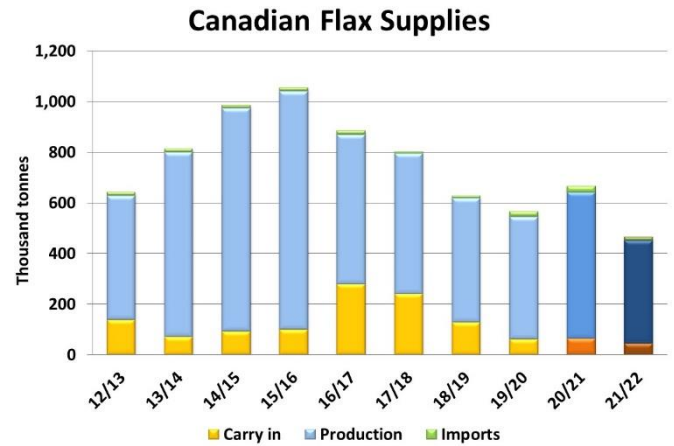
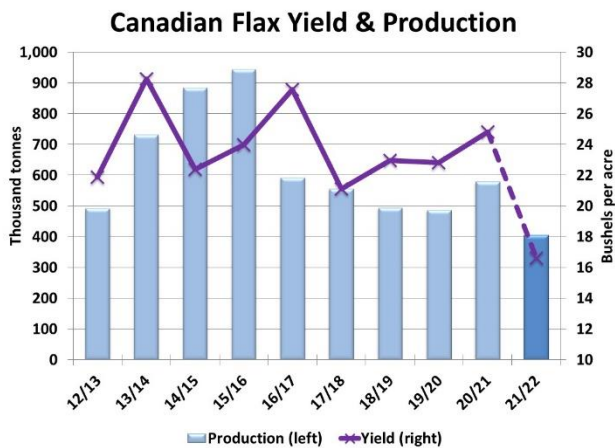


## What is Happening Now:

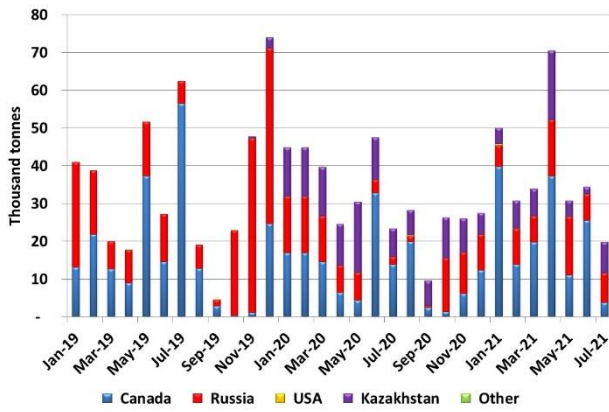
- StatsCan estimated the 2021 flax crop at 415,000 tonnes on a yield of 16.6 bu/acre. This is 30% smaller than 2020 despite a 10% acreage increase.
- Exports for the full 2020/21 marketing year were 496,000 tonnes, 42% more than 2019/20 but the 200,000 tonne drop in 2021/22 supplies will force a sharp cut in exports.
- The Kazakh flax crop was also reduced by drought, which will limit export availability.
- Canadian and US flax prices are at record highs and the momentum is higher for now.

## What to Watch For:

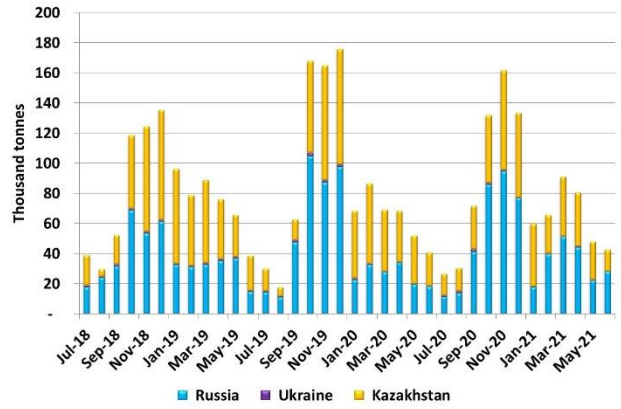
- China's flax crop likely recovered somewhat in 2021 and could reduce import needs in 2021/22.
- The drought-reduced US flax crop will require more flax imports but crush volumes have been trending lower.
- Low commercial flax stocks will keep buyers bidding aggressively to meet sales.
- The extreme flax prices will dampen demand at some point, but that hasn't occurred yet.
- Strong prices should encourage more plantings in 2022 but acreage competition will be intense.



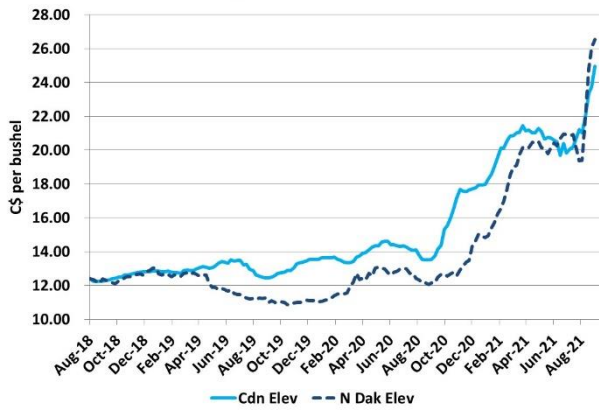
**Flax Imports - China**



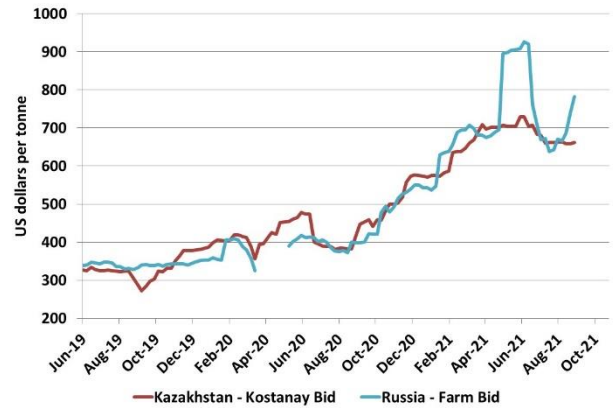
**Black Sea Flax Exports**



**Average Posted Flax Bids**



**Linseed Price Indications - Black Sea**



**Latest Data:**

**Flax Price Indications**

All values in US\$ per tonne

Type	Location	This week	Week Ago	4 Wks Ago	Year Ago
1C	Saskatoon	717	708	641	415
1C	Wpg, MB	718	719	636	385
Brown	N Dakota	813	776	608	363
Golden	N Dakota	846	787	591	364
Linseed	NW Europe	905	887	847	535
Linseed	Ukraine	711	715	599	546
Linseed	Russia	741	687	642	401
Linseed	Kazakhstan	662	659	663	418
Linseed	CNF China	1,000	-	860	545

**Flax Movement**

Quantities in tonnes

	Year-to-date	Last YTD	5-Yr Avg-to-date
<b>Farm Deliveries</b>	5,300	13,100	15,320
<b>Elev Shipments</b>	5,000	9,300	23,080
<b>Commercial Stocks</b>	22,300	21,500	51,940
<b>Exports to:</b>			
<i>US</i>	108,535	94,575	107,070
<i>China</i>	173,746	133,813	276,202
<i>Europe</i>	175,458	91,293	80,698
<i>Other</i>	38,570	30,722	29,445
<i>Total</i>	496,309	350,403	493,415