

Daily Futures Market Commentary Grains AM Outlook

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Grain calls are mixed to lower. Could be some follow through selling especially in corn and wheat from Fridays weaker closes. SN is near 15.86. Fridays high was 16.12. SMN is near 418.5. Fridays high was 431.4. BON is near 67.59. Soyoil continues to gain on forecast of higher biofuel demand. CN is near 6.43. Fridays high was 6.87. WN is near 7.07. Fridays high was 7.24. KWN is near 6.57. Fridays high was 6.77. MWN is near 7.40. Fridays was 7.62.

Brazil corn areas remain warm with above normal temps. This could continue to reduce their corn crop More are looking for the final Brazil corn crop to drop below 90 mmt. This could help US exports US 7 day rain will be across US south plains. US north plains will remain dry. Parts of south Russia is dry Talk of increase demand helps rally GSI Index to 2015 highs. Demand should remain strong through fall Biden spending on infrastructure should increase debt and weigh on US Dollar US Fed appear to willing to keep interest rates low and accommodating which also weigh on Dollar Some feel higher demand could push Crude oil prices higher and could test \$70-75. Corn futures dropped on news that final US 2021 corn acres could increase 5-6 mmt vs .5-2.0 expected Some feel higher old US corn export demand and higher 21/22 demand could send corn futures higher. US wheat futures dropped on talk of lower World wheat prices and good rains for TX,OK,KS,CO. Some feel 7.00 WN could be key support and US wheat end users should add to coverage. SX support near 13.80. USDA US May 2021/22 soybean stocks to use lowest May on record. 20 pct of US 2021 soybean acres are in drought areas. Drier US summer could lower supply US domestic soybean basis firm and near +80/+100. Corn basis also firm +35/+65

On Friday, Managed funds were net buyers of 3,000 contracts of SRW Wheat; sold 25,000 Corn; bought 2,000 Soybeans; sold 5,000 Soymeal, and; bought 8,000 in Soyoil. CFTC estimated Managed Money net long 13,000 contracts of SRW Wheat; net long 316,000 Corn; long 177,000 Soybeans; long 69,000 Soymeal, and; net long 81,000 Soyoil.

	Support	Resistance
July Soybean	15.50	16.50
July Soymeal	410	425
July Soyoil	65.00	67.00
July Corn	675	735

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