



# Morning Agriculture Commentary

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Wheat prices overnight are up 2 3/4 in SRW, up 3 1/4 in HRW, up 1 in HRS; Corn is up 3 1/4; Soybeans up 11 1/4; Soymeal up \$0.09; Soyoil up 0.63.

For the week so far wheat prices are down 13 3/4 in SRW, down 16 1/4 in HRW, up 13 1/2 in HRS; Corn is down 5; Soybeans up 11 1/2; Soymeal down \$0.61; Soyoil up 3.33.

For the month to date wheat prices are up 18 1/2 in SRW, up 12 3/4 in HRW, up 30 3/4 in HRS; Corn is up 1/2; Soybeans up 2 1/2; Soymeal down \$8.50; Soyoil up 4.00.

Chinese Ag futures (JAN 22) Soybeans up 248 yuan ; Soymeal down 119; Soyoil up 442; Palm oil up 570; Corn down 8 -- Malaysian Palm is up 123. Malaysian palm oil prices overnight were up 123 ringgit (+2.54%) at 4972 heading for its third straight weekly advance, the longest winning streak since July, spurred by tight supplies of global vegetable oils and stronger petroleum prices.

*Brazil Grains & Oilseeds Forecast:* Rio Grande do Sul and Parana Forecast: Scattered showers through Monday. Temperatures near to below normal through Monday. Mato Grosso, MGDS and southern Goias Forecast: Isolated to scattered showers through Monday. Temperatures near to above normal through Sunday, near to below normal Monday.

*Argentina Grains & Oilseeds Forecast:* Cordoba, Santa Fe, Northern Buenos Aires Forecast: Mostly dry Thursday. Isolated showers Friday-Monday. Temperatures below normal through Saturday, near normal Sunday-Monday. La Pampa, Southern Buenos Aires Forecast: Mostly dry through Saturday. Isolated showers Sunday-Monday. Temperatures below normal through Saturday, near normal Sunday-Monday.

*Midwest corn, soybean and winter wheat forecasts:* West: Isolated showers Thursday, north Friday-Saturday. Isolated to scattered showers Sunday-Monday. Temperatures above to well above normal through Monday. East: Scattered showers through Friday. Isolated showers Saturday. Mostly dry Saturday-Sunday. Scattered showers Monday. Temperatures above to well above normal through Monday. 6 to 10 day outlook: Isolated to scattered showers Tuesday-Friday. Mostly dry Saturday. Temperatures above to well above normal Tuesday-Friday, near to above normal Saturday.

The player sheet for Oct. 7 had funds: net sellers of 3,000 contracts of SRW wheat, buyers of 1,000 corn, sellers of 3,000 soybeans, sellers of 1,500 soymeal, and buyers of 3,500 soyoil.

	Corn	Soybeans	Wheat	Soymeal	Soyoil
Oct. 7	+1,000	+3,000	-3,000	-1,500	+3,500
Oct. 6	-5,000	-4,000	+1,500	+1,000	-4,500
Oct. 5	-2,000	+8,000	-8,000	-2,000	+6,000
Oct. 4	0	-7,000	+2,000	-2,500	0
Oct. 1	+4,000	-4,000	+20,000	-1,000	0

There were no changes in registrations. Registration total: 1,180 SRW Wheat contracts; 2 Oats; 17 Corn; 1 Soybeans; 365 Soyoil; 1 Soymeal; 1,273 HRW Wheat.

Preliminary changes in futures Open Interest as of October 7 were: SRW Wheat up 4,290 contracts, HRW Wheat up 1,718, Corn up 1,865, Soybeans up 3,780, Soymeal up 3,972, Soyoil up 9,158.

#### TENDERS

- CORN, SOYBEAN SALES: The U.S. Department of Agriculture confirmed private sales of 261,264 tonnes of U.S. soybeans and 314,256 tonnes of U.S. corn to Mexico for shipment in the 2021/22 marketing year.
- DURUM WHEAT SALE: Tunisia's state grains agency is believed to have purchased about 100,000 tonnes of durum wheat to be sourced from optional origins in an international tender which closed on Thursday
- WHEAT SALE: The Taiwan Flour Millers' Association purchased an estimated 48,000 tonnes of milling wheat to be sourced from the United States in a tender that closed on Thursday
- FEED WHEAT TENDER: An importer group in the Philippines is tendering to purchase an estimated 224,000 tonnes of animal feed wheat
- WHEAT TENDER: Jordan's state grain buyer has issued an international tender to buy 120,000 tonnes of milling wheat sourced from optional origins

#### PENDING TENDERS

- WHEAT TENDER: A United Nations agency has issued an international tender to purchase about 200,000 tonnes of milling wheat on behalf of the Ethiopian government
- WHEAT TENDER: A government agency in Pakistan has issued an international tender to purchase and import 90,000 tonnes of wheat, keeping up a trend of strong import demand after more than 1.1 million tonnes bought in past weeks
- FEED WHEAT, BARLEY TENDER: Japan's Ministry of Agriculture, Forestry and Fisheries (MAFF) said on Wednesday it will seek 80,000 tonnes of feed wheat and 100,000 tonnes of feed barley to be loaded by Jan. 31, 2022 and arrive in Japan by Feb. 24
- CORN TENDER: TMO has issued an international tender to purchase a total of 325,000 tonnes of animal feed corn

- WHEAT TENDER: The Ethiopian government has issued a new international tender to buy about 300,000 tonnes of milling wheat

## US BASIS/CASH

- Basis bids for corn shipped by barge to the U.S. Gulf Coast were steady to slightly weaker on Thursday on rising supplies, although declines were limited by solid export demand, traders said.
  - CIF soybean basis bids were steady to firmer as seasonally rising demand for U.S. exports underpinned prices.
  - Exporter demand for soybeans was firm on Thursday as shipments are rising seasonally. Exporters also expect renewed buying by China once importers return from this week's National Day holiday.
  - CIF Gulf soybean barges loaded in October were bid 1 cent higher at 73 cents over Chicago Board of Trade November SX1 futures. November barge bids were steady at 78 cents over futures.
  - CIF corn barges loaded in October were bid a penny lower at 72 cents a bushel over CBOT December CZ1 futures. November barge bids were unchanged at 72 cents over futures.
  - Export premiums are drifting down from post Hurricane Ida highs as loadings are recovering from weeks of disruption.
  - FOB basis offers for November soybean loadings, the nearest available loading slot offered, were unchanged at about 145 cents over futures.
  - FOB November corn loadings were around 155 cents over futures, down 5 cents.
- Spot basis bids for soybeans firmed at U.S. Midwest river elevators and some processing sites on Thursday as rains slowed the harvest in a few areas, but corn basis bids were mixed, grain merchandisers said.
  - The soybean basis improved at crushing plants in Iowa and Indiana as farmer offerings fell short of processor needs.
  - Basis bids for corn and soybeans firmed at Midwest river elevators, reflecting stepped-up demand from exporters at the U.S. Gulf along with cheaper costs for barge freight. Barges for this week on the Mississippi River at St. Louis were offered at 625% of tariff, down from 675% a day earlier and down from 825% late last week. BG/US GRA/F
  - Corn basis bids were mixed elsewhere. The basis tumbled by 15 cents at Blair, Nebraska, site of a large processing plant, and the Columbus, Ohio, rail basis fell by 9 cents. But the Evansville, Indiana, rail corn basis firmed by a penny.
- Spot basis bids for hard red winter (HRW) wheat were unchanged on Thursday in the southern U.S. Plains and cash trade was quiet as producers concentrated on planting the 2022 wheat crop and harvesting corn, soybeans and sorghum, merchandisers said.
  - The weekly total included sales of 97,800 tonnes of HRW wheat, with Mexico and Nigeria listed as the week's biggest buyers. EXP/WHE
  - Protein premiums for hard red winter wheat delivered by rail to or through Kansas City were mostly steady on Thursday with a few mixed changes. Premiums fell by 5 cents a

bushel for wheat with 11.8% protein and rose by 1 cent for 12.4% protein, according to CME Group data.

- Spot basis bids for soybeans were steady to firmer at U.S. Midwest crushing sites and river elevators on Thursday while basis bids for corn weakened at several processing sites, grain dealers said.
  - River basis bids drew additional support from exporter demand for grain at the U.S. Gulf, and falling costs for barge freight. (Full Story) BG/US
  - However, basis bids for corn softened by 4 to 5 cents at ethanol plants in Indiana and Illinois, and the corn basis fell by 10 cents at Blair, Nebraska, site of a large processor.
- Spot basis offers for soymeal were mixed in U.S. Midwest truck markets on Thursday, pressured in some areas by increased supplies as the U.S. soybean harvest continued and the pace of crushing picked up, merchandisers said.
  - However, the soymeal basis firmed at several Iowa crushing sites.

#### **TODAY – COMMITMENTS OF TRADERS**

#### **U.S. Agriculture Export Sales for Week Ending Sept. 30**

Corn:	Sept. 30	Sept. 23	Year Ago	Weekly Chg	Yearly Chg
Total net sales	1,265.1	370.4	1,225.7	894.7	39.4
Old crop	1,265.1	370.4	1,225.7	894.7	39.4
New crop	0.0	0.0	0.0	0.0	0.0
Outstanding sales	24,417.9	24,127.3	22,376.0	290.6	2,041.9
Old crop	24,084.6	23,794.1	22,170.0	290.5	1,914.6
New crop	333.3	333.2	206.0	0.1	127.3
Exports weekly	974.6	676.2	934.8	298.4	39.8
Exports accumulated	2,496.6	1,522.0	3,677.8	974.6	-1,181.2
<b>Soybeans:</b>					
Total net sales	1,041.9	1,101.7	2,590.7	-59.8	-1,548.8
Old crop	1,041.9	1,093.9	2,590.7	-52.0	-1,548.8
New crop	0.0	7.8	0.0	-7.8	0.0
Outstanding sales	23,346.3	23,244.6	34,030.0	101.7	-10,683.7
Old crop	23,326.5	23,224.8	33,970.0	101.7	-10,643.5
New crop	19.8	19.8	60.0	0.0	-40.2
Exports weekly	940.2	528.7	2,068.6	411.5	-1,128.4
Exports accumulated	2,001.7	1,061.4	6,749.7	940.3	-4,748.0
<b>All Wheat:</b>					
Total net sales	333.2	290.1	568.0	43.1	-234.8
Old crop	333.2	290.1	530.6	43.1	-197.4
New crop	0.0	0.0	37.4	0.0	-37.4
Outstanding sales	3,655.3	3,865.5	5,086.0	-210.2	-1,430.7
Old crop	3,655.3	3,865.5	5,030.1	-210.2	-1,374.8
New crop	0.0	0.0	55.9	0.0	-55.9
Exports weekly	543.4	368.9	702.7	174.5	-159.3
Exports accumulated	7,752.7	7,209.3	9,490.7	543.4	-1,738.0

#### U.S. Farm Exports and Sales for Market Year Through Sept. 30

Accumulated Exports, Marketing Year-to-Date				
Product	2021-22	2020-21	2019-20	5-Yr Avg
Wheat, products	7,829	9,553	8,970	8,839
Corn	2,497	3,678	2,081	3,761
Soybeans	2,002	6,577	3,892	4,186
Soybean meal	11,535	30	77	70
Soybean oil	676	0	5	7
Upland cotton	1,641	2,312	1,905	1,711

Accumulated Exports as % of Total Exports				
Product	2021-22	2020-21	2019-20	5-Yr Avg
Wheat, products	32%	38%	35%	35%
Corn	4%	5%	5%	7%
Soybeans	4%	11%	9%	8%
Soybean meal	90%	0%	1%	1%
Soybean oil	87%	0%	0%	1%
Upland cotton	11%	16%	13%	12%

### U.S. Sold 1.04M Tons of Soybeans Last Week; 1.27M of Corn: USDA

USDA releases net export sales report on website for week ending Sept. 30.

- Corn sales rose to 1,265k tons vs 370k in previous week
- Soybean sales fell to 1,042k tons vs 1,102k in previous week
- All wheat sales rose to 333k tons vs 290k in previous week

### U.S. Export Sales of Soybeans, Corn and Wheat by Country (Table)

The following table shows U.S. export sales of soybeans, corn and wheat by biggest net buyers for week ending Sept. 30, according to data on the USDA's website.

- China bought 671k tons of the 1.04m tons of soybeans sold in the week
- Mexico was the top buyer of corn and also led in wheat

Biggest Buys					
Soybeans		Corn		Wheat	
Net Sales	1,041.9	Net Sales	1,265.1	Net Sales	333.2
China	671.3	Mexico	801.4	Mexico	89.1
Indonesia	128.4	Colombia	192.5	South Korea	82.7
Germany	86.3	Honduras	96.8	Philippines	69.3
Taiwan	84.0	Canada	94.6	Indonesia	59.0
Spain	72.4	Guatemala	60.0	Nigeria	32.0
Biggest Cancellations					
Soybeans		Corn		Wheat	
Unknown	-246.0	Unknown	-149.5	Unknown	-42.2

### U.S. Export Sales of Pork and Beef by Country (Table)

The following table shows U.S. export sales of pork and beef product by biggest net buyers for week ending Sept. 30, according to data on the USDA's website.

- Mexico bought 16k tons of the 22.2k tons of pork sold in the week
- China led in beef purchases

Biggest Buys			
Pork		Beef	
Net Sales	22.2	Net Sales	16.1
Mexico	16.0	China	6.0
Colombia	1.7	Japan	3.6
Canada	1.3	South Korea	2.5
South Korea	1.0	Mexico	1.6
Japan	0.7	Taiwan	1.1

### Brazil 2021-22 Soybean Crop Seen Up 2.5% to Record: Conab

Production may climb to 140.75m tons from 137.3m a year earlier, the state-run agriculture agency Conab said in its first report on the new crop.

- Planted area may rise 2.5% to 39.9m ha, while the average yield is seen little changed at 3,526 kg/ha
- Soybean exports seen at 87.4m tons in 2022
- Corn output may climb 33.7% to 116.3m tons after bad weather had hurt yields in the previous season
  - Summer-corn production may rise 14.5% to 28.3m tons
  - Winter-corn output might increase 42% to 86.3m tons
  - Total corn exports seen at 39m tons, up from 22m tons in the previous season

	2021/2022		Net	Y/Y Change	
	Oct.	2020-21		Percent	
Production (k tons)					
Soy	140,752	137,321	3,431	+2.5%	
Corn	116,313	86,998	29,315	+33.7%	
Area Planted (k ha)					
Soy	39,915	38,926	990	+2.5%	
Corn	20,865	19,931	934	+4.7%	
Yield (kg/ha)					
Soy	3,526	3,528	-1.5	0.0%	
Corn	5,575	4,365	1,209.7	+27.7%	

### Argentine Corn Planted Estimate Oct. 7: Exchange (Table)

The Buenos Aires Grain Exchange releases weekly report on website.

- Corn 2021-22 planting 21.1% complete vs 16.8% in the previous week
- Planting est. maintained at 7.1m ha

			Weekly	Previous
	Oct. 7	Sept. 30	Net Chg	Year
<b>2021-22 Corn Crop:</b>				
Planted (M Ha)	7.1	7.1	0.0	6.6
Planted (% Complete)	21.1%	16.8%	4.3	n/a

### Indonesia's Palm Oil Stockpiles Fall 24.6% M/m in August (1)

Stockpiles at the end of August fell to 3.43m tons, from 4.55m tons in July, according to the Indonesian Palm Oil Association, known as Gapki.

- Total shipments surged to 4.27m tons, from 2.74m tons, Gapki said in an emailed statement on Friday
  - Exports to India jumped to 958,500 tons, from 231,200 tons, as the country cut imports duty for vegetable oils
  - Shipment to China rose to 819,200 tons, from 522,200 tons
  - Exports to Malaysia doubled to 192,100 tons
- Total production rose to 4.62m tons, from 4.44m tons
- Total domestic consumption increased to 1.47m tons, from 1.44m tons
  - Local use of palm oil for food rose to 718,000 tons, from 708,000 tons
  - Palm oil use for biodiesel increased to 569,000 tons, from 556,000 tons

### India's regulator asks local exchange not to launch new rapeseed contract

India's market regulator on Friday directed the local National Commodity And Derivatives Exchange (NCDEX) not to launch a new rapeseed contract until further orders.

For running contracts, the Securities and Exchange Board of India (SEBI) said no new position would be allowed in rapeseed, popularly known as mustard, in India, according to a SEBI order.

### French Corn Harvest Remains Slow; Wheat Planting Starts: AgriMer

About 7% of the French corn crop was harvested as of Oct. 4, FranceAgriMer data showed on Friday.

- Compares with 2% the prior week and 47% at the same time last year
- READ: EMEA CROP WEATHER: Rain Keeps French Corn Harvest Slow
- Corn ratings held at 89% good or very good, steady with prior week
- Soft-wheat planting was 4% complete
  - Compares with 1% the prior week and 5% last year
- Winter-barley planting was 9% complete
  - Compares with 2% the prior week and 5% last year

### Brazil Postpones Decision on Argentina's Bioceres GMO Wheat

Brazil's biosafety commission, known as CTNBio, postponed its decision on whether to approve a genetically modified grain variety from Argentina's Bioceres SA, Paulo Barroso, head of commission, says in presentation.

- Regulator is still assessing new documents sent by the co.

- “We intend to make a final decision as soon as possible”
- Argentina accounts for 60% of Brazil’s wheat supplies

**South Africa Heads for Third Straight Big Grain Harvest: Agbiz**

South African farmers are likely to reap another large grain harvest in the 2021-22 season due to an expected increase in plantings and favorable rains, Wandile Sihlobo, chief economist of the Agricultural Business Chamber of South Africa, said in an interview.

- South African farmers will plant an estimated 4.2 million hectares of summer crops
- The corn harvest could be similar to last year’s production of about 16 million tons
- South Africa likely to have above normal rainfall this season, country has not had three consecutive years of good rains since 2008: Sihlobo
- NOTE: Crop Estimate Committee of South Africa will publish farmers’ intentions to plant on Oct. 27

**Pakistan Targets 28.9M Tons Wheat Output in Fy22**

The Federal Committee on Agriculture expects wheat sowing on 9.2 million hectares land in 2021-22, says food security ministry in statement Thursday.

- Expects to produce 87.7 million tons sugarcane and 8.84 million tons rice

**U.S. Barge Shipments of Grain Rose 163% Last Week: USDA**

Shipments along the Mississippi, Illinois, Ohio and Arkansas rivers increased in the week ending Oct. 2 from the previous week, according to the USDA’s weekly grain transportation report.

- Barge shipments of corn rose 178% from the previous week
- Soybean shipments up 246% w/w

	Oct. 2	Sept. 25	Weekly	YTD	YTD	YTD YOY
	2021	2021	% Chg	2021	2020	% Chg
<b>Total</b>	493	188	162.6%	27,187	26,243	3.6%
<b>Corn</b>	308	111	178.1%	19,280	13,715	40.6%
<b>Wheat</b>	25	28	-8.4%	1,441	1,493	-3.5%
<b>Soybeans</b>	159	46	245.7%	6,242	10,913	-42.8%
<b>Other</b>	0	3	-100.0%	225	121	85.1%

**U.S. Grain Movement by Rail Up 68.4% Week Ended Sept. 29: USDA**

The following table summarizes the number of railcars hauling U.S. grain to Pacific Northwest, Texas Gulf, Mississippi River ports and to Mexico, according to data in the USDA’s weekly transportation report.

To U.S. Ports:	Week Ending			YTD (000s)		
	Sept. 29	Sept. 22	% Chg	2021	2020	% Chg
<b>Total</b>	6,528	3,876	68.4%	300.2	252.4	18.9%
Mississippi Gulf	206	0	n/a	37.3	20.2	84.6%
Texas Gulf	2,003	330	507.0%	49.4	36.4	36.0%
Pacific NW	3,909	3,319	17.8%	202.4	186.4	8.6%
Atlantic/East Gulf	410	227	80.6%	11.0	9.4	16.9%

Cross-Border:	Week Ending			YTD (000s)		
	Sept. 25	Sept. 18	% Chg	2021	2020	% Chg
<b>Mexico</b>	2,949	3,092	-4.6%	108.8	96.0	13.3%

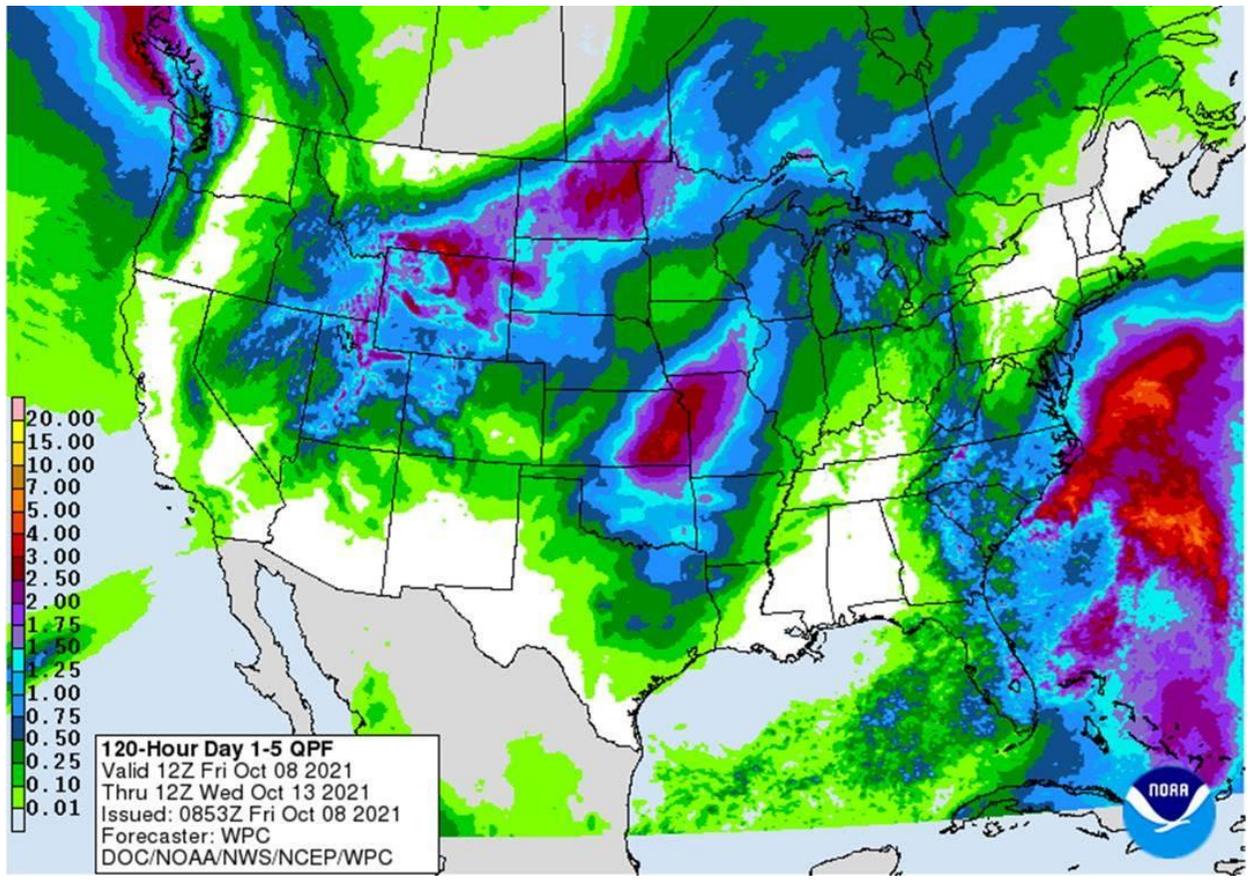
### WEATHER SUMMARIES

**WORLD SOYBEAN PROSPECTS:** Showers causing harvest delays in the Midwest. Isolated showers may cause some harvest delays in the Delta. Scattered showers in central and northeast China delaying harvest of soybeans. Favorable conditions for soybean planting in Brazil. More showers are needed for soybean planting and establishment in Argentina. Monsoon showers in central India picking back up, benefiting filling soybeans.

**WORLD CORN PROSPECTS:** Showers causing harvest delays in the Midwest. Isolated showers in central and northeast China delaying harvest of corn. Drier conditions in Ukraine and southwest Russia benefiting harvest of corn. Favorable conditions for corn planting in Brazil. More showers are needed for corn planting and establishment in Argentina. Isolated showers benefiting corn planting in South Africa.

**WORLD WHEAT PROSPECTS:** Isolated showers in the Pacific Northwest, but not enough, delaying winter wheat establishment. Cold temperatures next week very unfavorable. Recent showers in the Central and Southern Plains easing heat stress and favoring planting and establishment. Dryness and heat this week causing stress for drier areas. Favorable conditions for winter wheat planting and establishment for most of Europe. Mostly favorable conditions for winter wheat planting and establishment in Ukraine, but more moisture is needed for Russia. Favorable conditions for reproductive to filling winter wheat in Australia. Recent showers benefiting reproductive to filling winter wheat in southern Brazil. Recent showers benefiting reproductive to filling winter wheat in Argentina. Favorable conditions for planting winter wheat in China.

### US PRECIP FORECAST



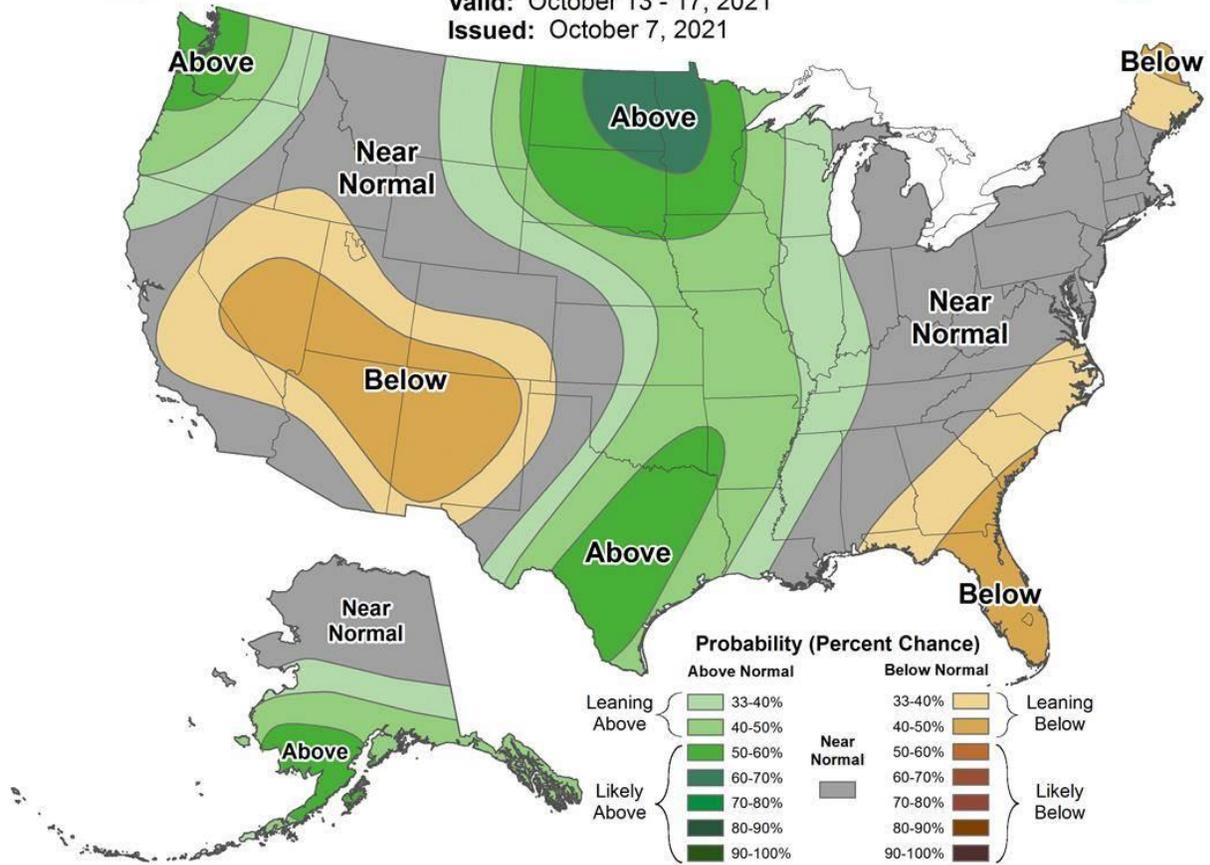


# 6-10 Day Precipitation Outlook



Valid: October 13 - 17, 2021

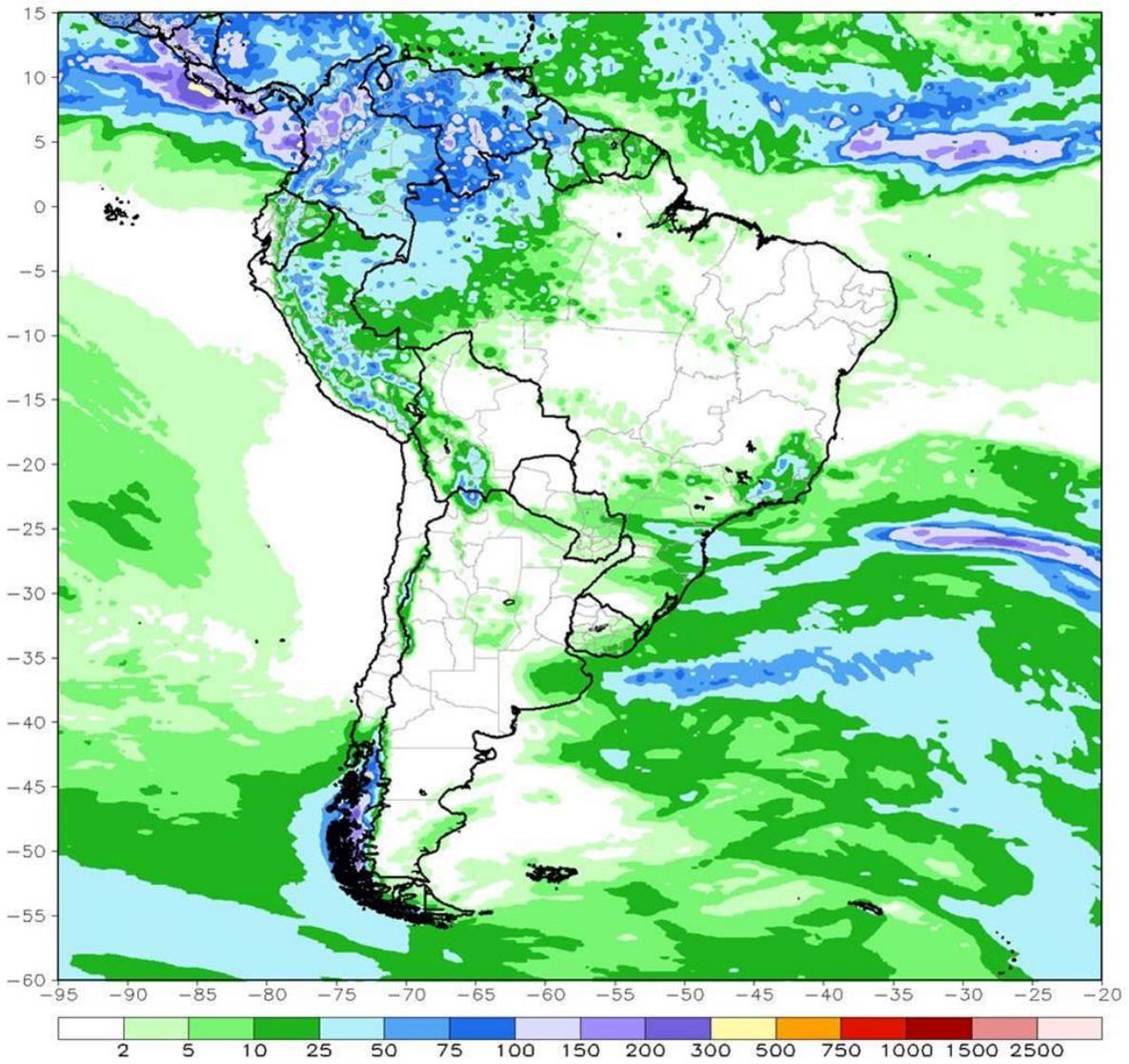
Issued: October 7, 2021



SOUTH AMERICA

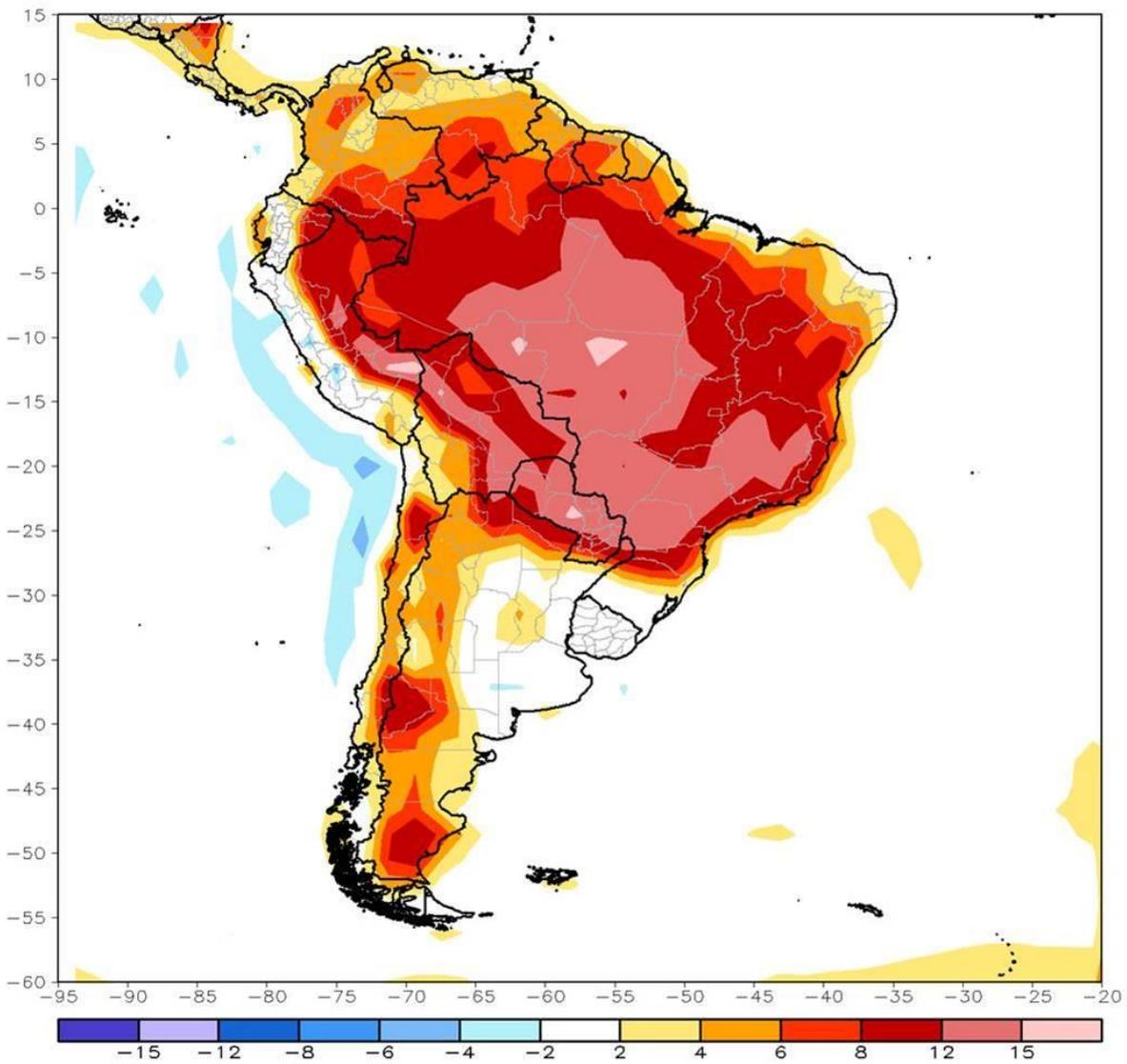
# GFS week1 Total Rainfall (mm)

Ending: 00z15Oct2021



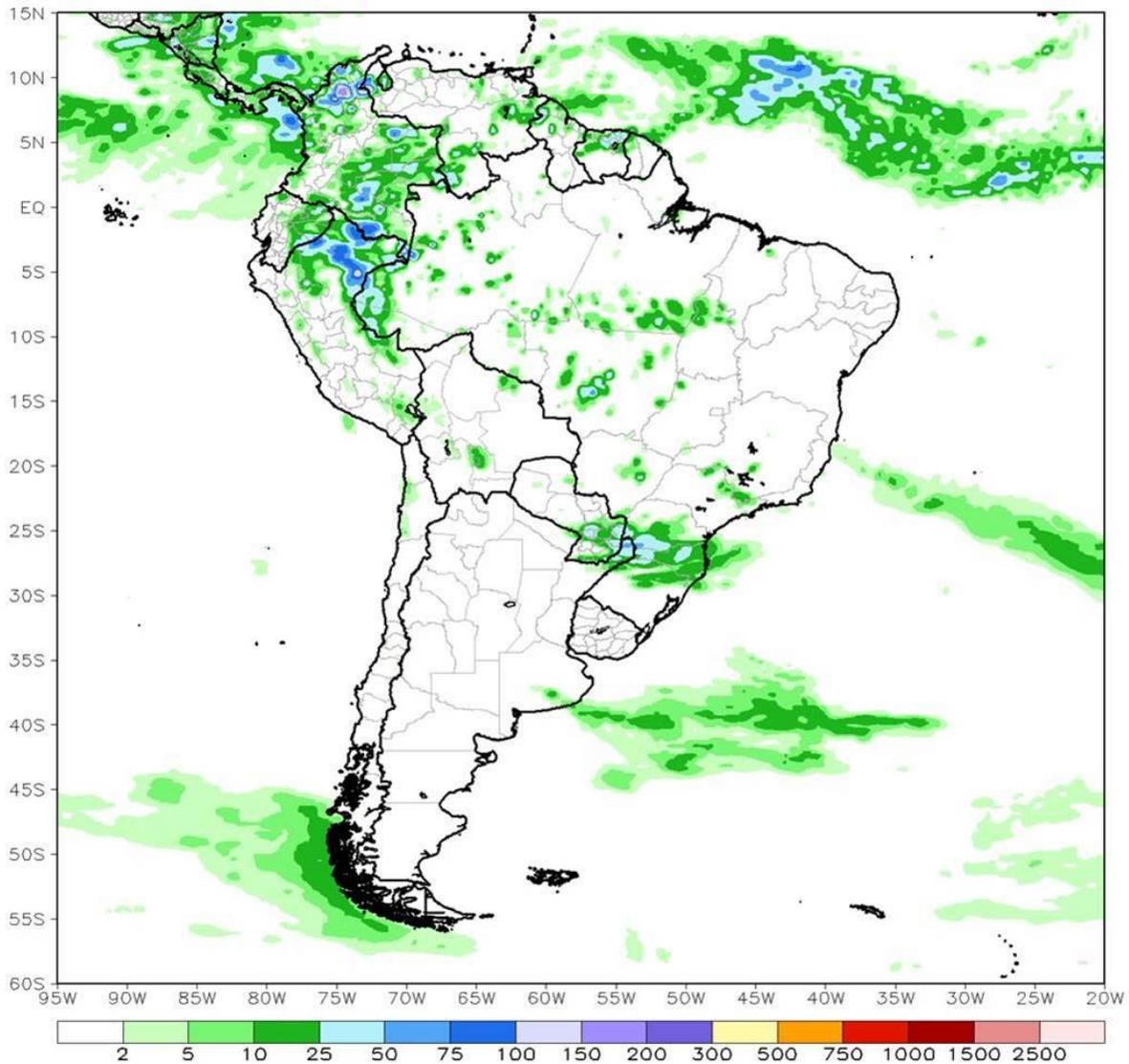
# GFS week1 Temperature Max Anomaly (C)

Ending: 00z15Oct2021



## CMORPH RT Daily Total Rainfall (mm)

Period: 06Oct2021



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