

MORNING BULLS & BEARS



Monday, November 22, 2021

Upcoming Reports

Export Inspections – Today, 10:00 am
Crop Progress – Today, 3:00 pm

Macro News

Dow futures are up 57 points at 35,605 and Crude Oil is down 0.36 cents at 75.58.

Stock futures headed for a higher open on Monday at the start of a holiday-shortened week. Investors are shaking off jitters from late last week, when rising COVID-19 cases globally set off fresh concerns over the virus's spread.

Grain News

T-Storm Weather Summary: T-storms continue within the northern ~60% of Brazil soybeans as a very wet period continues, culminating with the wettest November in more than 42 years in Mato Grosso. Southern areas (and Paraguay) have been drier since Paraná had its wettest October since 2005, but some t-storms last week and more Thu.-Fri. should limit concerns over drying on the southern ~40% of soybeans (and ~50% of first-corn) unless the first two weeks of December have limited rainfall. Argentina has favorable topsoil moisture and adequate subsoil moisture after rains earlier this month, and expected t-storms twice within the next week are likely to keep moisture adequate.

****There were no daily sales announcements today.**

Conference Call Notes: Global wheat prices are surging to new highs across numerous wheat markets. Dry concerns continue across several areas and new concerns about excess moisture in Australia adding support to wheat. This is pulling corn and beans higher recovering some of the end of week losses last week. US weather is favorable for field week IF you can find fertilizer to apply. South American weather is mostly favorable. Rio Grande do Sul is the dry area to monitor. China was a big buyer of Milo last week which is supportive. Holiday trade will set in after today.

Short week with CBOT closed Thursday for holiday and Friday closes at noon. US along with Japan are considering releases Crude oil reserves. Russia and Ukraine tension on the rise. KC wheat sharply higher. Wet Australia weather helping prices. World wheat buyers short, buying only hand to mouth. No 2022 coverage. KC futures could test 9.00 End users may add to long futures to reduce risk going into the holidays. Demand is higher than supply Trade estimate of US 2021/22 wheat carryout from 570-640 depending upon final exports. Corn futures may be in a 5.40-6.00 range until more is known about US export demand and SA weather.

CP rail expects to restore service in flood-hit British Columbia mid-week 1

Canadian Pacific Railway CP.TO estimates it will restore service in flood-damaged British Columbia mid-week, the company said in a statement on Friday. CP rail lines have been shut down after unprecedented rainstorms severed rail and road links across Canada's westernmost province on Monday.

Ukraine grain exports jump 20.2% so far 2021/22

Ukraine has exported almost 23.8 million tonnes of grain so far in the 2021/22 July-June season, up 20.2% from 19.8 million tonnes at the same stage a year earlier, agriculture ministry data showed on Monday. That included 14 million tonnes of wheat, 4.9 million tonnes of barley and 4.6 million tonnes of corn, the data showed. Ukraine plans to thresh a record 80.3 million tonnes of grain in 2021, up from 65 million tonnes in 2020. Exports could jump to 61.5 million tonnes from 44.7 million tonnes in 2020/21. The government has said that grain exports could include 24.5 million tonnes of wheat, 30.9 million tonnes of corn and 5.2 million tonnes of barley. Ukraine's exports last season included 23.1 million tonnes of corn, 16.6 million tonnes of wheat and 4.2 million tonnes of barley.

CEPEA: Real prices are the lowest since September 2020

The slow exports for the Brazilian corn in the current season and the fast sowing of the summer crop have been pressing down corn prices in Brazil. In São Paulo, Minas Gerais, Santa Catarina and Goiás, 97%, 70%, 94% and 80% of the respective areas had been sown until Nov. 13, according to Conab. International soybean valuations and the US dollar appreciation against the Real attracted importers to Brazil, pushing up prices for the commodity in the domestic market. This scenario added to expectations for an early 2021/22 crop led Brazilian farmers to sell the remaining volume from the 2020/21 season. In the last days, the number of deals for delivery in December/21 and in January/22 was atypically higher.

U.S. Cattle on Feed Fell to 11.95M Head on Nov. 1

The feedlot herd fell 0.2% from a year ago, according to the USDA's monthly report. Analysts were expecting a drop of 0.3%. Placements onto feedlots up 2.4% to 2.245m head. Cattle marketed from feedlots declined 4.5% to 1.788m head

U.S. Beef Production Up 3.2% This Week, Pork Rises: USDA

U.S. federally inspected beef production rises to 562m pounds for the week ending Nov. 20 from 545m in the previous week, according to USDA estimates published on the agency's website. Cattle slaughter up 3.4% from a week ago to 677m head. Pork production up 1.1% from a week ago, hog slaughter rises 0.8%. For the year, beef production is 2.5% above last year's level at this time, while pork is 2.3% below

24-Hour Precipitation Map

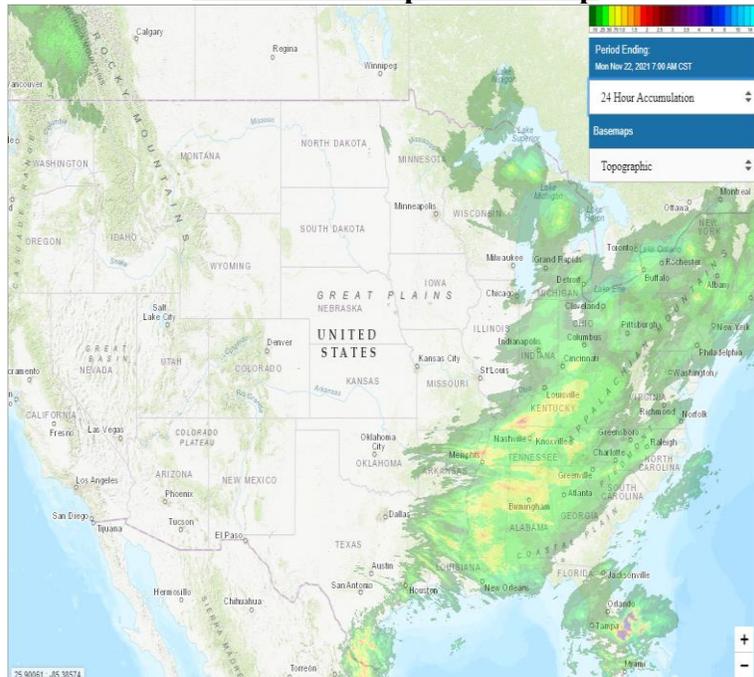


Chart of the Day

Where Clean Energy Metals Are Produced

Production of key mineral resources is highly concentrated today. Charts show top three producers.



And Where They Are Processed

China dominates the refining and processing of key metals.

