



# John Stewart AND ASSOCIATES

November 23, 2021

## Corn

Holiday trade has begun as corn was mixed most of the day on little news as it closed up .0375 at 5.805 for December futures. The crop conditions in South America look to be cooperative except there is a drier pattern developing over parts of Brazil. We did see some farmer movement in some areas today as basis remains firm going into for what many is a 4-day weekend. In a sign of how tight things are, a few plants have opened December contracts already to get them through the hump and even a couple in Iowa will be open this weekend. The CIF market was up a penny again today after being up 4 yesterday. Tomorrow we will have EIA out and should see production near to higher than last week as margins remain positive.

## Beans

Beans traded both sides and after a 13c trading range finished 1 ¼ c lower on the day. It almost appears the liquidation of the long oil / short meal trade move has completed with Oil up 73 ticks today and meal down just under \$8. Soy Oil appeared to be helped by the rally in crude oil. Crude traded lower early on news the White House was releasing stocks from the SPR however traders looked back to 2011 and realized that releases are short term market movers as they don't resolve the underlying supportive causes. SF has spent the last five trading sessions between the 100 day (1295 ¼) and the 200 day (1299 ¼) as the upper resistance and the 50 day (1253) and the 10 day (1254 ¼) has the bottom support. Interesting to see comments of China covered through December for their needs as Brazil is competitive January forward. Export sales are 608 mil bu behind LY with the USDA suggesting a 215 mil bu drop.

## Wheat

The wheat complex is again higher led by KC. KWZ and WZ have closed higher each of the last three days with WZ up 10 ¼ cents in today's trade to settle at 8.56 and KWZ gaining 17 cents to close at 8.78 ¾ with both again making new contract highs and contract high closes. MWZ is 14 ¾ cents higher at 10.38 ¼. This week's key catalyst has turned out to be persistent E Australia rain with a forecast calling for more of the same. Some estimates now have the crop at risk of being only 80 to 85% milling quality. US and Canadian Plains remain dry and the weekly US crop conditions reflected with good to excellent dropping 2% to 44% good to excellent. Russian domestic wheat and flour prices remain at or near record highs in spite of their export tax limiting exports. Russian exports year-to-date are down 18%.

CASH BASIS BIDS	Nearby	Dec
<b>Corn Cif Nola</b>	74+Z	74+Z
Truck Hennepin	4+Z	11+Z
Truck St Louis	31+Z	35+Z
Iowa Interior UP		8+Z
Columbus CSX	8+Z	5+H
Fort Wayne NS	5+Z	8+H
Dlvd Hereford		128+Z
Dlvd PNW	148+Z	153+Z
KC RAIL		40+Z
Nebraska Grp 3		15+Z
Dlvd Decatur	30+Z	20+Z
<b>Wheat Cif Nola</b>	105+Z	105+Z
<b>Beans Cif Nola</b>	85+F	80+F
Truck Hennepin	9+F	11+F
Truck St Louis	37+F	36+F
Dlvd Decatur	15+F	15+F
Dlvd Des Moines	5-F	5-F
<b>IL R Barge Frt.</b>	470	425
<b>BNSF Shuttle Frt.</b>	\$400	\$250

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