

SOYBEANS

- 110 tmt new crop to unknown
- May be tough to rally old crop without new crop following, due to such a large open interest
- Meal export inquiries are light, but US continues to do regular business
- **Market is still struggling to separate old and new crop factors**
- US cash remaining dead while South America explodes
- Last year's crop may be revised upward
- May have to wait until stocks report to settle old crop squeezes
- New crop likely won't drop until SN taken off board
- **Row crop markets have potential to post lower lows in 2015 if South America yields are trend on better**

CORN

- Macro-style buying from gold/silver
- Yesterday's rally did not extend to cash market
- Rain events that will persist through the weekend removed sellers from the market
- **Upside potential looks limited; weather problems isolated to the NW corn belt**
- **170+ yield could push Dec Corn to \$4.00 or lower- could trigger even more South Am. soy acres; possible for SX to break \$11 (but not until Feb/Mar '15)**
- 900 tmt of 5 mmt sold- abysmal
- China has lots of corn (-150 mmt) not a buyer now, watch this
- Corn likes 440 area
- Flutter around?

WHEAT

- Domestic wheat market will pay attention to weather- world market isn't too concerned

WEATHER

- Rain damage limited to isolated portion of NW corn belt
- Active pattern still, but focus turns away from wettest areas (IA/MN); moves south
- Fully clears out early next week; turns warmer
- No shortage of rain anywhere
- India monsoon may not be in full force until July
- Vulga Valley/Russia getting less rain than expected

Bottom Line: Not buying the "too much rain" narrative and remember that short covering is healthy for a bear market

