

	Open	Bid	Ask	Daily Range	Volume
CU4	355.00	343.25	343.75	343.50 - 355.00	8,746
CZ4	362.75	353.75	354.00	353.50 - 362.75	112,704
SU4	1,091.75	1,071.25	1,073.25	1,065.25 - 1,092.25	256
SX4	1,028.00	1,014.50	1,014.75	1,012.50 - 1,028.75	76,054
WU4	540.75	523.00	523.50	522.50 - 540.75	1,508
WZ4	555.50	537.25	537.50	536.25 - 556.50	61,821
LCV4	153.40	153.98	154.02	152.82 - 154.18	13,437
LCG5	156.75	156.80	156.85	156.35 - 156.93	4,225
HEV4	77.53	77.00	77.63	77.18 - 77.53	7
HEG5	92.07	91.03	91.05	90.75 - 92.47	2,098

CORN COMMENTS

There are massive selloffs today with contract lows in corn, soy, and wheat this morning. This selloff is due in part by private estimates of a corn yield of 174.1 BPA and 171.9, respectively. These estimators are on the high side, but have been pretty close to the USDA number (by about a bushel or so), in the past six years. In addition, Good + Excellent rated corn has increased by one percent from last week.

SOYBEAN COMPLEX

Yesterday's soy rally was due to rainy weather in the Delta causing a delay in harvest. Meal demand also contributed to the rally with those contracts being the strongest in the complex. Yesterday's exuberance has been reversed today as we are trading 18 cents lower on the day in the new crop contract. As with corn, notable private exporters have come out with numbers for the bean yield that top 47.6 BPA. This yield implies a crop of 4.0 Billion bushel. Crop conditions rose in soybeans, week-over-week. They are now at the second highest level (after 1994). China is sending a trade delegation to the US mid-month. This trip may cause some large soy sales to be announced.

WHEAT

Wheat remains under pressure, trading at contract lows. This will likely persist for two reasons, 1) plenty of wheat globally and 2) wheat's price dependency on corn. Tensions appear to be cooling in the Black Sea region this morning, which is causing an ease in prices. One other point of interest, oats and barley harvest in the Dakotas is running well below average pace, roughly half as fast as average.

WEATHER

In weather, the active pattern remains in the upper mid-west and will continue for the next week. Though the threat of and early frost remains low, cool temperatures in the northern tier may cause a slowing of crop development.

© 2014. This research report is the property Charles Kulas or Roy E. Abbott Futures, Inc. and is intended for the exclusive use of clients and business associates of Abbott Futures. Unauthorized reproduction or distribution of this material in whole or in part is strictly prohibited. Please consult for further information. Please do not re-distribute without the expressed written permission of the author. The information and opinions contained herein comes from sources believed to be reliable, but are not guaranteed as to accuracy or completeness. The risk of loss in trading futures and/or options is substantial. Each investor must consider whether this is a suitable investment. When trading futures and/or options, it is possible to lose more than the full value of your account. All funds committed should be risk capital. Past performance is not necessarily indicative of future results.