

MORNING GRAIN COMMENTARY

Morning Trends:

Morning Trends

as of 5:00 AM CST

Corn 20 to 22 lower

Wheat 19 to 21 lower

Soybeans 39 to 41 lower

Soy Meal 11.0 to 11.5 lower

Soy Oil 140 to 145 lower

Short Range Weather: A dangerous heat wave will impact the Southern U.S. the rest of the week; while sweltering heat will build in the Plains into Friday. Monsoonal showers and storms will persist through the week and may produce flash flooding across the Four Corners region, especially near recent burn scars. Severe storms and heavy rain are likely today in the central Plains.- NWS

The Stories of the Day:

Russian Invasion: [Ukraine claims 'significant losses' to Russia in Snake Island airstrike attacks: June 22 recap \(msn.com\)](#) [As death toll mounts, frustration grows among Ukrainian military families \(msn.com\)](#) [Russia Gains in the East, Threatening to Overrun Luhansk \(msn.com\)](#) [Russia Appears to Begin 'Purge' of Battlefield Commanders in Ukraine \(msn.com\)](#) [European Union leaders set to grant Ukraine candidate status \(msn.com\)](#)

Covid in China: [China rages over Covid-19 'lie' after bombshell report \(yahoo.com\)](#) [Constant Cycle of Restrictions Is China's Covid Future \(msn.com\)](#)

China Floods and extreme weather making it into main stream US Media [Extreme Weather Hits China With Massive Floods and Scorching Heat - The New York Times \(nytimes.com\)](#) [Record floods threaten southern China \(yahoo.com\)](#) [6 ways China thinks it can offset zero-Covid impact to get its economy back on track \(yahoo.com\)](#)

Afghanistan [Video: Mass graves prepared for dead following Afghanistan earthquake - CNN Video](#)

Back in Central Asia [Kazakhstan Speaks Out Against Russia Over Ukraine War | OilPrice.com](#)

Long Range: There is a ridge across most of the country, a trough in the Northeast, another trough in the Southwest, and one more in western Canada. The southwestern trough will join up with the western Canada trough over the next couple of days, with the complex deepening as it moves through Canada over the weekend. This action will displace the ridge to the Rockies while the trough will gain more influence in the East next week. Another trough will form off the West Coast by next weekend, shifting the ridge closer to the Plains again. The U.S. and European models are fairly similar with the upper-level pattern, but the GFS is still colder overall. I will use a blend, but favor the warmer European, noting the possibility of changes to temperatures in future forecasts for next week. For the outlook period, temperatures on Tuesday will be above normal in the West and near to below normal east of the Rockies. Cooler temperatures will largely moderate through the week, though another colder shot should come to northern areas by late next week. A cold front will stall across the South and Southeast early next week, followed by another cold front across the north that is also likely to stall for the rest of the week. Both fronts should bring scattered showers to the areas they pass through, but heavy precipitation is not currently forecast. -DTN

NORTHERN PLAINS (WHEAT/LIVESTOCK/CORN/SOYBEANS): The next front moves through late Thursday and Friday, bringing temperatures back down again with more areas of showers. Another front will move through early next week and will stall close to the region with potential for a few more showers. Showers are not consistent across the region, leaving some areas drier, even though showers are moving through every couple of days. There is plenty of soil moisture across most of the region for good plant growth. -DTN

CENTRAL/SOUTHERN PLAINS (CORN/SOYBEANS/LIVESTOCK/WINTER WHEAT): Heat continues for the next few days before a stronger front pushes through the region this weekend, making it down to south Texas by

early next week. That could bring more showers and lower temperatures through the region for a few days. Any showers or cooler temperatures would be beneficial for growth for corn and soybeans but have some negative effect on wheat harvest. -DTN

MIDWEST (CORN/SOYBEANS/WINTER WHEAT): A strong cold front will move through this weekend. Another will move into the region early next week and stall. Both will bring lower temperatures and a few rounds of showers. Scattered showers will be hit-or-miss across the region, helping some areas maintain good soil moisture while the recent heat has been taking away topsoil moisture elsewhere. Some areas are starting to show significant deficits and need a good soaking. -DTN

DELTA (SOYBEANS/COTTON): Outside of a spotty shower here or there, heat and dryness continue for the next few days. A stronger cold front will push through the region Sunday and Monday with lower temperatures and scattered showers. Soil moisture is falling in the area and with the recent heat, stress is starting to mount. As temperatures remain high with lower chances of precipitation going into July, the stress will start mounting for soybeans and cotton. -DTN

PACIFIC NORTHWEST (WHEAT): Heat is starting to develop, which continues through most of next week, hastening crop development where it has been a bit behind. With good soil moisture in the region, the higher temperatures will be welcome. The heat could melt snowpack in the mountains a little more effectively, which could cause some flooding. -DTN

BRAZIL (CORN/WHEAT): Periods of showers will continue over southern areas through the rest of the week, south of the main corn growing areas, and temperatures will be much higher as well, favoring wheat and corn harvest. Another front could bring showers to far southern areas early next week as well. -DTN

ARGENTINA (WHEAT): Cold temperatures will stick around for the next week and dryness in the wheat areas continues to be unfavorable. Some showers will be possible on Monday, but most areas will stay dry as soil moisture slowly declines. -DTN

CANADIAN PRAIRIES (LIVESTOCK/WHEAT/CANOLA): Recent rainfall in the southwest has brought welcome soil moisture to the area that really needed it. The region will stay active with another system moving through late this week and another front moving through with showers early next week. Temperatures will be variable but on the colder side more than warm, making for mixed conditions in the region. -DTN

EUROPE (WHEAT/CORN): Periods of showers will continue in western areas through the weekend as the atmosphere tries to reverse the hot and dry pattern of the spring, though it is difficult to determine if the reversal will be enough for corn and spring grains. Eastern areas are turning much warmer with a heatwave through most of next week. Showers will be limited, but not absent and good soil moisture in the area should be allow spring and summer crops to cope with the heat. The conditions will favor maturing winter grains. -DTN

BLACK SEA (WINTER WHEAT/CORN): Recent weather conditions have been fair in Ukraine but have been declining in Russia. An upper-level low pressure center in the region is producing scattered showers, and it may continue to bring showers to southern areas of the region into early next week. Warmer temperatures will spread across the region, but especially in the west where temperatures could be hot. As long as soil moisture is favorable, the heat will hasten crop growth. But some areas will dry out, causing stress. The conditions favor wheat maturing and harvest, however. -DTN

AUSTRALIA (WINTER WHEAT/CANOLA): Relatively dry and warm conditions are expected into next week. The temperatures are favorable for winter growth on wheat and canola, but more showers would be preferred in northeastern areas that have seen little rainfall over the last couple of weeks. Still, country's growing regions are still on track for an excellent wheat and canola crop this season. -DTN

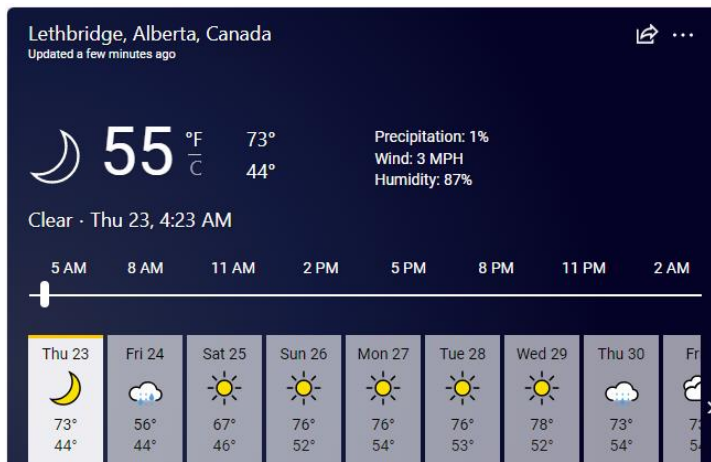
Headlines:

- > Malaysian September Palm Oil Market closed up 251 Ringgits
- > Dalian Futures markets were lower Sept Corn down 38 to the Yuan, Sept Soybeans down 108, Sept Meal down 185, Sept Bean Oil down 424, Sept Palm Oil down 416
- > Asian Equity Markets were mixed Japan's Nikkei up .1%, China's Shanghai up 1.6%
- > European Equity Markets are lower, German Dax down 1.0%, London FTSE 100 down .6%
- > MATIF Markets are lower Aug Corn down 4.0 to the Euro, Aug Rapeseed down 21.0, Sept Wheat down 8.50
- > Save the Date...June 24th...New Home Sales
- > Save the Date...June 29th...Q1 US GDP
- > Save the Date...June 30th...Grain Stocks/Planted Acres
- > Save the Date...July 1st...Canada Day
- > Save the Date...July 4th...US Independence Day
- > Save the Date...July 8th...US Employment Numbers
- > Save the Date...July 13th...US CPI Numbers
- > Asian Flood Season [South Asia floods: Millions in India and Bangladesh affected after torrential rains batter region - CNN](#)
- > Pay Me My Money Down: Iran Protest continue [Taxi Drivers Strike, Pensioners March As Inflation Protests Continue Across Iran \(rferl.org\)](#)
- > Argentine truck drivers blocked highways on Wednesday, protesting shortages and rising prices for diesel fuel, just as the country's crucial grains harvest requires transport amid surging inflation. -QT
- > China's soymeal inventories have tripled in the last three months. The high stocks, combined with a global fall in soybean prices, pushed China's soymeal futures down nearly 6% on Thursday.
- > Kulim (Malaysia) Berhad has received its first "post-pandemic batch" of migrant workers, the palm oil planter said on Thursday, paving the way for more workers to enter Malaysia and help ease a severe labour crunch after bureaucratic hiccups. The world's second-largest palm oil producer lacks at least 1.2 million workers across its plantation, manufacturing, and construction sectors, a shortage worsening daily as economic activity rebounds from the pandemic. -QT
- > Turkish Foreign Minister Mevlut Cavusoglu said on Thursday that Ankara was investigating claims that Ukrainian grain has been stolen by Russia and would not allow any such grain to be brought to Turkey. Kyiv's ambassador to Ankara said in early June that Turkish buyers were among those receiving grain that Russia had stolen from Ukraine, adding he had sought Turkey's help to identify and capture individuals responsible for the alleged shipments. Russia has previously denied allegations that it has stolen Ukrainian grain. "We take every claim seriously and are investigating them seriously. We notify especially the Ukrainian side of the result every time," Cavusoglu said in a joint news conference with British Foreign Minister Liz Truss in Ankara -QT
- > ASF [Fear Grips Plateau Pig Farmers Over Spread Of African Swine Fever \(leadership.ng\)](#)
- > Locust/FAW all quiet today

- > New Pest Alert, New Pest Alert [Dangerous species of worm found in Arkansas \(msn.com\)](#)
- > Bird Flu [Bird flu outbreak feared after hundreds of dead birds wash up on Martha's Vineyard \(yahoo.com\)](#)
- > Saudi Grains Organization tenders to purchase 480,000MT of hard milling wheat from global suppliers for delivery during Nov. 2022 through Jan. 2023. -Bloomberg
- > US Weekly Jobless Claims at 7:30 AM CDT expected at 225,000 vs. last week's 229,000

Commentary: "CBOT grain futures are sharply lower on continued risk off selling in a waterfall weekly price decline. The charts have turned bearish which along with funds exiting a host of investments due to World Central Banks raising rates has caused price to cascade lower into the end of the month." -AgResource Yeah, what Basse says, at least that is what us defeated bulls are saying this week. We bulls can talk all we want about how the most important weather for spring planted crops has yet to happen in the N. America. We can talk all we want about the flash drought of the S. EU. We can and are talking about the historic floods of S. China, but it is clear that when the crowd wants to leave a trade a trade they shall leave. In this case the world crowd whipping themselves into recession fever are leaving commodities. Reuters today pointing that open interest in crude oil YoY is off by 30%. Cotton, Copper, and Sugar values have also seen sharp sell offs. The bottom-line inflated markets are deflating on the back of world Central Bank actions to control inflation. Do we think the grain markets are over done on this break, absolutely but we thought that on Tuesday as well, we are out of the catch a falling knife business for this week.

It is going to be a race to get Canadian crops to maturity



<https://www.dabangasudan.org/en/all-news/article/african-sudanese-ngos-raise-alarm-bell-over-ethiopian-dam-dispute> - :~:text=The%20long-running%20dispute%20between%20the%20governments%20of%20Ethiopia%2C,largest%20hydroelectric%20power%20plant%20on%20Sudan%20and%20Egypt. An investment in futures contracts is speculative, involves a high degree of risk and is suitable only for persons who can assume the risk of loss in excess of their margin deposits. You should carefully whether futures trading is appropriate for you in light of your investment experience, trade objectives, financial resources, and other relevant circumstances. PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.