

MORNING GRAIN COMMENTARY

Morning Trends:

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as of 5:00 AM CST

Corn 2 to 4 higher

Wheat 6 to 8 higher

Soybeans 5 to 7 higher

Soy Meal 3.0 to 3.5 higher

Soy Oil 20 to 25 higher

Short Range Weather: The active monsoon season will continue the rest of the week for portions of the Southwest into the Great Basin and Rockies. A stalling front and Gulf moisture will produce slow-moving storms capable of producing heavy rain and flash flooding along the Gulf Coast. Localized areas of critical fire weather conditions are possible in the Pacific Northwest into the Northern Plains

Thursday.NWS

Long Range Weather: A ridge continues across most of the U.S. A trough moving through eastern Canada is also digging into the East and will park itself there through next week. A small disturbance will ride over the ridge this weekend and expand the trough westward next week while the ridge continues in the West up through central Canada. The U.S. and European models are in fair agreement. I will use a blend but favor the European with differences. For the outlook period, temperatures on Tuesday will be near to below normal in the Central and East and above normal in the West. This pattern is likely to hold through next weekend. A front will continue to be pushed southward through the Plains next week with scattered showers. Additional showers may move through the Midwest in the cool trough. -DTN

NORTHERN PLAINS (WHEAT/LIVESTOCK/CORN/SOYBEANS): Heat building into the region is bumping up against a front in the region and may cause a band of moderate to heavy rain in North Dakota on Thursday into early Friday. There is another chance for some isolated showers over the weekend into next week as well. Soil moisture is starting to run low in a lot of areas, making these rain chances more important for filling corn and soybeans. Showers may disrupt wheat harvest in limited areas. -DTN

CENTRAL/SOUTHERN PLAINS (CORN/SOYBEANS/LIVESTOCK): Temperatures are rising again and will continue to be hot through the weekend. A front looks to bring an extended period of cooler temperatures and moderate rainfall next week, which would reduce stress for filling crops. -DTN

The Stories of the Day:

Russia/Ukraine [Ukraine Seeks to Squeeze Russian Troops as It Girds for Battle for Kherson - WSJ](#) [Russia says Switzerland cannot represent its interests in Ukraine | Reuters](#) [North Korea soldiers in Ukraine would be logistical 'mess' Putin won't 'allow': Russia expert \(msn.com\)](#) [Russian weapons are old and failing, says Ukraine's military | World | The Times](#) [Russia-Ukraine war: Kyiv says nine Russian planes destroyed in past 24 hours – as it happened | Ukraine | The Guardian](#) [Attacks on Europe's largest nuclear power plant leave former worker 'very scared' \(msn.com\)](#) [Ukraine looks to end 'active' phase of war ahead of winter months \(msn.com\)](#)

Covid [China censors online medical site for doubting traditional herbal 'COVID remedy' - Hindustan Times](#)

China/Taiwan [Why Doesn't China Invade Taiwan? \(foreignpolicy.com\)](#) the road map ahead? [China Lays Out Its Taiwan Plans in First Report Under Xi Jinping \(msn.com\)](#)

Ukraine Grain Flows [Russia-Ukraine war: first wheat shipments to leave next week; UN to discuss Zaporizhzhia nuclear plant crisis – live \(theguardian.com\)](#)

China's Biggest Fear runaway food inflation [China's inflation rises to highest level in 2 years \(msn.com\)](#)

Mexican Cave Update [Ten trapped in collapsed mine as Mexico tries to send drones | The Sacramento Bee \(sacbee.com\)](#)

MIDWEST (CORN/SOYBEANS): Another cold front is moving through the region over the next couple of days, reinforcing the cooler temperatures through the weekend in the east, but western areas will warm up a bit. The front will also cause chances rain in Minnesota and possibly Iowa Thursday and Friday, then spread to eastern areas over the weekend. Any warmth in the west will become more seasonable next week as an upper-level trough sits over the region. This may bring some additional showers, but models are not very optimistic about anything widespread or heavy. -DTN

DELTA (SOYBEANS/COTTON): A front is bringing scattered showers and more seasonable temperatures to the region over the next couple of days. Crops in this area are more developed and have been dealing with heat stress all summer. More rain and seasonable temperatures will move through next week, helping to keep stress lower. -DTN

PACIFIC NORTHWEST (WHEAT): Heat in the region looks to continue for the next couple of weeks. Some monsoon showers may come up from the south at times, but overall, the region will be drier as well. Stress continues to mount for the end of the growing season for spring wheat while conditions are more favorable for winter wheat harvest. -DTN

BRAZIL (CORN/WHEAT): Another front will move through southern Brazil next week, keeping showers active for reproductive wheat but also bringing in much cooler temperatures. There was a risk of frost Thursday morning, and more frost may be possible behind the front next week as well, which could be damaging. Showers may also get into central Brazil states, which would welcome any rainfall in advance of soybean planting that starts next month. -DTN

ARGENTINA (WHEAT): Dry weather continues the rest of this week. A few showers may move through wheat areas this weekend but looks to be very light. That is followed by more cold air, which may produce frosts and continue poor conditions for wheat establishment and development. -DTN

CANADIAN PRAIRIES (LIVESTOCK/WHEAT/CANOLA): A couple of systems are moving through over the next week, bringing spotty precipitation. Southwestern areas could use more precipitation, but time is running out for rain to be helpful as harvest starts up. -DTN

EUROPE (WHEAT/CORN): Heat across much of the continent the last several weeks has caused widespread stress and damage to summer crops. An upper-level system is forming off the tail end of a cold front in eastern areas of the continent. This will keep temperatures a bit cooler and bring scattered showers through the weekend. But across the west, stress will continue through the weekend. The heat is forecast to spread eastward next week as the entire continent may be dealing with the heat. Some showers are forecast in western areas next week, but models have been inconsistent in how they are developing them. -DTN

BLACK SEA (WINTER WHEAT/CORN/SUNFLOWERS): Above-normal temperatures have moved into the region and will build going into next week, especially in Russia. Some showers remain in Ukraine and are forecast to continue into next week while western Russia stays dry until at least late next week. Soil moisture in the region is good overall and the heat will help to accelerate corn and sunflower filling. There could be some stresses in Russia however, where there are a few more dry pockets. -DTN

AUSTRALIA (WINTER WHEAT/CANOLA): A system is moving through eastern areas with scattered showers into the weekend. More showers are possible next week. Overall, conditions remain favorable for good yields for both winter wheat and canola. -DTN

Headlines:

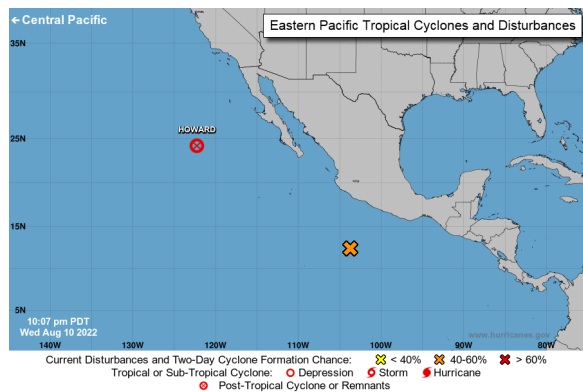
> Malaysian Oct Palm Oil Market closed up 157 Ringgits

> Dalian Futures markets were mostly higher Sept Corn down 14 to the Yuan, Sept Soybeans up 46, Sept Meal up 17, Sept Bean Oil up 28, Sept Palm Oil up 94

- > Asian Equity Markets were higher Japan's Nikki Public Holiday, China's Shanghai up 1.6%
- > European Equity Markets mixed, German Dax up .2%, London FTSE 100 down .1%
- > MATIF Markets are mixed Nov Corn up 1.25 to the Euro, Nov Rapeseed up 1.25, Dec Wheat down .50
- > Save the Date...Aug 12th...USDA S&D Report...average trade guess US 21/22 Ending Stocks C 1.512, S .226...22/23 US Ending Stocks, W .650, C 1.402, S .230...21/22 World Ending Stocks, W 279.98, C 312.40, S 88.95...22/23 World Ending Stocks W 267.19, C 309.94, S 99.24...US Corn Yield 175.9, Production 14.392, Soy Yield 51.10, Production 4.481...All Wheat Production 1.790, Winter 1,206, HRW .594, SRW .371, WW .242, Other Spring .509, Durum .079
- > Save the Date...Aug 15th...NOPA Crush
- > Save the Date...Aug 25th...2Q US GDP
- > Save the Date...Sept 2nd...US Jobs
- > Save the Date...Sept 5th...US Labor Day
- > Save the Date...Sept 12th...USDA S&Ds
- > Save the Date...Sept 13th...US CPI
- > Save the Date...Sept 21st... FOMC
- > Save the Date...Oct 2nd...Brazil goes to the poles... #reliablesuppliers [Brazil manifestos seek to rein in Bolsonaro before election - ABC News \(go.com\)](#)
- > This week, Deal or No Deal? [In latest nuclear talks, the European Union presses Iran to make some decisions | Boise State Public Radio](#)
- > Locust/ASF/FAW/Bird flu all quiet today
- > N. Mexican Drought has entered a whole new level ['That's Over': President of Mexico Calls for End to Beer Production in Northern Portion of the Country Amid Droughts \(msn.com\)](#)
- > Pendleton Mills Update [Firefighters fight large fire at Pendleton Flour Mills \(msn.com\)](#)
- > Osprey S Update 23 hours and counting [OSPREY S, Bulk Carrier - Details and current position - IMO 9300843 - VesselFinder](#)
- > Weekly Jobless Claims at 7:30 AM CDT expected at 264,000 vs. last week's 260,000
- > Weekly Export Sales at 7:30 AM CDT wheat expected between 300-500,000 MT, corn 400-600,000 MT, beans 500-700,000 MT, meal 100-300,000 MT, and oil 5-25,000 MT
- > Stat of the Month [As Elon Musk Points To Japan 'Adult Diaper' Stats To Back His 'Population Collapse' Warning — Another Metric Worries Tokyo \(msn.com\)](#)
- > Sometimes you got to listen to what they say [Former Russian President Questions Kazakhstan's Sovereignty – The Diplomat](#)

Commentary: Is there anybody alive out there? Soon US school children will be back on the move to start their new school year. This means, many a decision maker is out this week as traders squeeze in the last of the summer holidays. Combine this with a major reset of the US and World S&Ds on Friday and you have all the makings of a market today that will end up being a chop fest. That is not to say there won't be things that will be uncovered that are worth talking over. Food inflation in China comes to mind. Last week's USDA weekly export sales report there was an uptick in US pork to China. With food inflation on the rise and the always looming specter of ASF the Chinese seem to be on the prowl for proteins. So today will be spent to trying to find out if there is more SE Asia demand to be had out there. And of course, there is the weather. Still the day should only be a chop fest.

Howard, we hardly knew you



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