

MORNING GRAIN COMMENTARY

Morning Trends:

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as of 5:00 AM CDT

Corn 2 to 4 lower

Wheat 5 to 7 lower

Soybeans 5 to 7 lower

Soy Meal .5 around

Soy Oil 25 to 30 lower

The Stories of the Day:

Russia/Ukraine [Liberation of Klishchiivka and Andriivka could lead to degradation of Russian ranks – ISW \(msn.com\)](#) [Ukraine's National Security Council chief suggest Kadyrov might have been poisoned \(msn.com\)](#) [Putin gives biggest hint yet at staggering number of Russians he's sent to their death \(msn.com\)](#)

China [Analysis-Investors temper pessimism on China, but bullish tilt remains distant prospect \(msn.com\)](#) [Sunac, Country Garden debt deals bring respite for China's property sector \(msn.com\)](#)

UAW Strike [UAW's Shawn Fain threatens more closures at Ford, GM, Stellantis plants by noon Friday \(msn.com\)](#)

Armenia/Azerbaijan [Azerbaijan launches operation against Karabakh \(msn.com\)](#) as if they have any say [Russia said on Tuesday it was in contact with Azerbaijan over its "anti-terrorist operations" in the Armenian-populated breakaway region of Karabakh, and urged all sides to respect ceasefire agreements. \(msn.com\)](#)

Another wet weekend for the Mid Atlantic [Stormy Florida watches for tropical development | Watch \(msn.com\)](#) [What is a 'home brew' tropical storm? | Watch \(msn.com\)](#)

But we need a storm in the Center Gulf [Low water in Mississippi River limits barge traffic | Watch \(msn.com\)](#)

Short Range Weather: Scattered severe thunderstorms are possible Tuesday and Tuesday night across portions of the southern Great Plains. Large to very large hail, excessive rainfall which may lead to areas of flash flooding, and severe wind gusts are the primary hazards NWS

DTN's Long Range Weather:

NATIONAL

TEMPERATURE/RAINFALL

EXTREMES: HIGH MON...105 AT DEATH VALLEY, CA LOW MON...22 AT PETER SINKS, UT 24-HOUR PRECIPITATION ENDING AT 7PM CT MONDAY...NEW YORK CITY, NY 1.55 INCHES

There is a ridge in central Canada with a trough in the East and another in western Canada. Several disturbances are found across the U.S. The western trough will dig south through the U.S. over the next couple of days while the ridge builds in Canada. We will see the trough shifting eastward this weekend but not make it very far, getting stuck in the Midwest for much of next week. Another trough will drop down into the eastern Pacific this weekend and will attempt to send some energy eastward at the end of the month. The U.S. and European models have differences on how to treat a storm system in the middle of the country this weekend and next week. I will use a blend. For the outlook period, temperatures will largely be above normal for the eastern half of the country. A system stuck in the middle of the country this weekend will likely be slow to move east next week and continue areas of showers.

NORTHERN PLAINS (LIVESTOCK/WHEAT/CORN/SOYBEANS): A system will move into the region on Wednesday with scattered showers through the weekend. Some areas of heavy rain will be possible, which may have some benefit for late-filling corn and soybeans but will delay any remaining wheat harvest and early corn and soybean harvest.

CENTRAL/SOUTHERN PLAINS (LIVESTOCK/CORN/SOYBEANS/WINTER WHEAT): Isolated showers and thunderstorms will be possible for the next couple of days, but a system moving into the region on Thursday will be slow to move east with multiple rounds of precipitation through the weekend before it leaves. Areas of heavy rain will be beneficial for winter wheat establishment, but not corn and soybean harvest.

MIDWEST (CORN/SOYBEANS/WINTER WHEAT): Clusters of showers and thunderstorms will be possible the next couple of days mostly across western areas of the region. A system will slowly move into the region Friday but be slow to move out next week. Rain should be heavier for western areas as opposed to eastern ones. Rain is largely too late to be a benefit and will delay early harvest plans in some areas instead.

DELTA (SOYBEANS/COTTON): It should be dry for most of the week. A system will move into the region this weekend or early next week with potential for limited rain. Cotton is running out of time for rainfall to be helpful and the coming rains may be heavy enough to disrupt harvest progress for soybeans.

BRAZIL (CORN/SOYBEANS/WINTER WHEAT): A front in the south will continue with periods of showers for most of the week and possibly into next week as well. It does not look as heavy as last week's forecast. However, there could be additional flooding concerns for Rio Grande do Sul. Early soybean planting should otherwise go well this week as restrictions lift.

ARGENTINA (CORN/SOYBEANS/WINTER WHEAT): A front will produce areas of showers for northern areas at various points throughout the week. Southern areas may get in on some rainfall later this week and weekend. Recent and forecast rain is improving soil moisture for winter wheat and early corn planting.

EUROPE (WINTER WHEAT/CORN): A system continues to sweep showers across the east Tuesday. Another round of the system will move into western areas late this week and continue eastward for the weekend. Overall, soil moisture is adequate or improving for winter wheat planting and establishment, but rain is limiting summer grain harvest. Drier conditions are expected next week.

BLACK SEA (WINTER WHEAT/CORN): A front may bring light showers to western areas Tuesday and Wednesday. Otherwise, this week will be dry. Another front may bring showers to western areas this weekend but also looks light. Soil moisture has been falling as winter wheat is planted, but it is not critically dry yet. Still, conditions are trending the wrong way.

CHINA (CORN/SOYBEANS/WINTER WHEAT/CANOLA): A front moved into central and northeast China over the weekend with scattered showers, which continue early this week. Recent showers have been frequent, good enough for late-filling corn and soybeans as well as bringing some soil moisture for winter wheat and canola planting and establishment.

AUSTRALIA (WINTER WHEAT/CANOLA): It should be largely dry for the next week. Well-above normal temperatures have been putting stress on filling wheat and canola as soil moisture continues to slowly drop. Temperatures fall in eastern areas behind a mostly dry front later this week, but are forecast to rise well above normal again after a few days. The forecast is not favorable for either crop.

INDIA (RICE/SOYBEANS/WHEAT): The country has had a disappointing monsoon season thus far with below-normal rainfall thanks to a building El Nino and a change in the pattern across the Indian Ocean. An upper-level low increased precipitation over the last couple of weeks, but not enough to fill reservoirs for irrigating wheat and rice over the winter into next spring once the monsoon shuts down later this month into October. Still, rainfall continues across much of the country outside of the far northwest.

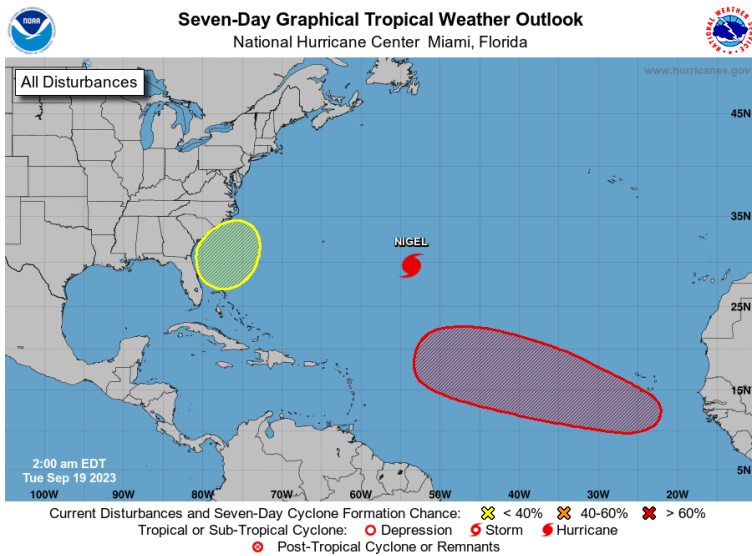
Headlines:

> Malaysian Dec Palm Oil market closed down 44 Ringgits

- > Dalian Futures were mostly lower Nov Corn closed down 20 to the Yuan, Nov Beans up 22, Jan Meal down 64, Jan Bean Oil down 96, Jan Palm Oil down 68
- > Asian Equity Markets were mostly lower, Japan's Nikkei down 1.1%, China's Shanghai down .1%
- > European Equity Markets are steady, German Dax up .1%, London FTSE 100 up .1%
- > MATIF Markets are mixed, March Corn unchanged to the Euro Feb Rapeseed down .25, Dec Wheat unchanged
- > Save the Date...September 19th-25th...world leaders to gather in NYC for UN meetings...talk that potential side meetings there will be efforts made to revive the Black Sea Safe Passage Deal
- > Save the Date...September 20th...FOMC Meeting Results
- > Save the Date...September 23rd...Autumn begins, national holiday in Japan
- > Save the Date...September 28th...2Q US GDP
- > Save the Date...September 29th...USDA Grain Stocks...National Holiday in China
- > Save the Date...Oct 1st...Will the US government be open??? [Spending "clown show" ignites House GOP discord \(msn.com\)](#)
- > Save the Date...Oct 22nd...Argentina National Election
- > All quiet today for Locust, FAW, Bird Flu, ASF
- > On Monday the USDA found that 9% of the corn crop has been picked, 51% of the corn is rated good/excellent, 5% of the beans have been cut, the beans are rated at 52% good/excellent, 93% of the spring wheat has been harvested, 15% of the winter wheat crop has been planted
- > Ukraine government officials Tuesday reported a bulk carrier left the Black Sea port of Chornomorsk after loading out earlier this weekend with wheat for an Asian destination. -QT

Commentary: And so, let the wait begin. In Macro markets world the wait this week is for central bank decisions. Do not forget that besides the big one from the US FED on Wednesday, the Japanese Central bank meets later this week. The US FED decision will be played out through the lens of US House negotiations over US appropriation bills to fund the US government. If nothing is done by end of the month a partial US government shutdown unfolds. This week the full disfunction of the US House Republicans will be on full display. Until they achieve one voice the deal making with the democrats will remain on the sidelines. The best-case scenario, a short-term resolution to fund the government for another 30-days...keep watching this space. In grain world, the trade is waiting on yield results. That said the trade also needs to feel comfortable with the old crop ending stocks number. In many trader's minds there is a feeling that the USDA has overstated corn stocks by 200-300 MBU. This report will be out Sept 29th. This is always an important number, but if the US government goes into shut down mode it might be the only number we will have from the USDA for some time.

Lee be gone, next up Nigel...but [What is a 'home brew' tropical storm? | Watch \(msn.com\)](#)



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