

MORNING GRAIN COMMENTARY

Morning Trends:
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as of 5:00 AM CDT
Corn 1 around
Wheat 1 around
Soybeans 3 to 5 lower
Soy Meal 1.0 to 1.5 higher
Soy Oil 70 to 75 lower

The Stories of the Day:

Russia/Ukraine [Setback for Russia: Putin's "Alligator" crashed over Sea of Azov \(msn.com\)](#) [Dark clouds of smoke over Moscow: large fire broke out near railroad station \(msn.com\)](#) [Petrochemical plant ablaze in Russia \(msn.com\)](#) ["Bombs" planted at railway stations and some medical facilities in Kyiv at night – Kyiv City Military Administration \(msn.com\)](#) [Putin's war on hunger is part of his mass starvation strategy \(msn.com\)](#) [Ukraine says Russian drones hit NATO member Romania | Watch \(msn.com\)](#)

President Xi's summer not getting any better [Xi Jinping skipping Delhi G20 summit, his first miss, looks weird for a global leader \(msn.com\)](#) [Chinese spy agency suggests that a Biden-Xi meeting hinges on "sincerity" \(aol.com\)](#) [Xi's G20 No-show Hints At China's Shifting Diplomatic Priorities | Barron's \(barrons.com\)](#) [The Map that will not go away China's standard map scandal undermines BRICS+ unity ahead of key G20 summit \(msn.com\)](#) [and then there is the weather Typhoon Haikui inundates streets in China's Fujian | Watch \(msn.com\)](#) [Heavy Rains Threaten China's Rice Crop in Latest Weather Worry - Bloomberg https://www.nasdaq.com/articles/more-rain-may-delay-crops-in-top-chinese-corn-soy-region-weather-bureau](#)

India's G-20 Summit [Why This Year's G-20 Meeting in India May Be a Turbulent Affair - The Washington Post](#)

Dr. Biden with covid [First lady Jill Biden tests positive for COVID-19; President Biden remains negative \(msn.com\)](#)

Short Range Weather: Record breaking temperatures will again run more than 10 degrees above normal Tuesday from Texas into the Upper Midwest and into the Mid-Atlantic and Northeast. This heat wave will persist in the Mid-Atlantic, Northeast, and the south-central U.S. through Thursday, while a cold front brings cooler temperatures to the Upper Midwest along with a risk of severe thunderstorms. NWS

DTN's Long Range Weather: NATIONAL TEMPERATURE/RAINFALL EXTREMES: HIGH MON...111 AT RIO GRANDE VILLAGE, TX LOW MON...27 AT CRESTVIEW...POCATELLO, ID 0.74 INCHES

There is a ridge in the East and several troughs scattered throughout the West. One of the troughs will move through the Great Lakes over the next couple of days and park in the East and the ridge will reform in the Southwest. The pattern will be very complicated through the weekend, but eventually the ridge will reform in two pieces, one in the Southwest and the other in Canada while the trough remains somewhat active across the East with a channel between the two ridges in the West. The U.S. and European models are similar with the upper level patter, but have some differences in the temperatures and precipitation. I will use a blend. For the outlook period, a system will move from the Plains through the Midwest, dragging a significant front and cooler temperatures behind it for early mid next week. A rebound in temperatures is possible in the Plains later next week, but should be closer to normal, a major change from last week's forecast. The front may stay more active across southern areas later next week as well.

NORTHERN PLAINS (LIVESTOCK/WHEAT/CORN/SOYBEANS): Though it got very hot over the holiday weekend, a system moved in with significant rainfall on Monday, which continues into Tuesday as well.

Temperatures behind the front moving through will be much more mild, making the heat wave a short one. Variable temperatures and some sporadic showers will follow through the weekend, which may or may not be helpful for maturing corn and soybeans.

CENTRAL/SOUTHERN PLAINS (LIVESTOCK/CORN/SOYBEANS): Heat has been intense over the holiday weekend with widespread triple-digit temperatures. A front will move through with more seasonable temperatures for northern areas Tuesday and Wednesday. Southern areas will continue to be hot. The front will waffle through the region for the following week, offering potential showers, some of which may be significant for filling corn and soybeans that can still take advantage.

MIDWEST (CORN/SOYBEANS): Temperatures became significantly hot for the western half of the region over the holiday weekend, and eastern areas saw temperatures rise above normal as well. However, a tropical feature moved north on Monday and brought some heavier rainfall to Missouri and into Illinois. The moisture will feed a system moving through Tuesday and Wednesday, which may end up bringing significant late rainfall to some areas. Temperatures will also moderate to near normal after the front moves through. Another front will move through this weekend into early next week, bringing another round of mild temperatures and potential for rain. This forecast is far more favorable than last week's hot and dry outlook.

DELTA (SOYBEANS/COTTON): Temperatures rose well into the 90s for most of the region over the holiday weekend, but it eventually came with widespread rainfall as well. The rainfall was far more important than the temperatures for immature soybeans and cotton, though conditions for early harvest are not as favorable now. A front will be in the region most of the week and could bring bouts of rain through at times.

CANADIAN PRAIRIES (WHEAT/CANOLA): A system went through the region Sunday and Monday with scattered showers. More disturbances will move through this week with additional showers. Any rain may disrupt the remaining wheat and canola harvests. Showers would be more favorable for forages and for rebuilding soil moisture, however.

BRAZIL (CORN/SOYBEANS/WINTER WHEAT): A system brought heavy rain to southern and south-central Brazil over the long weekend, which may have caused some flooding damage to filling wheat and mature corn that has been awaiting harvest. The front to the system may bring more showers to central Brazil the next couple of days. Another front will move through later this week and weekend, with potential for more heavy rain for southern areas. Flooding damage may outweigh the benefits of heavy rain at this juncture in the season, especially if the pattern remains active for the rest of September. Improved soil moisture over central areas is favorable once the daily wet season showers develop, however.

ARGENTINA (CORN/SOYBEANS/WINTER WHEAT): Widespread moderate to heavy rain fell across most of the country over the weekend, highly favorable for easing the drought and prepping soils before spring planting. Winter wheat will certainly benefit. Another front and system will move through Wednesday and Thursday, though showers will be better for northeastern areas than elsewhere. The pattern remains active through at least mid-September with multiple systems lining up to move through. Conditions are becoming much more favorable as planting season approaches.

EUROPE (WINTER WHEAT/CORN): Scattered showers fell across Spain and eastern areas over the weekend. This week will be hotter and drier for most areas, favoring harvest and winter wheat planting. A system is forecast to move through next week with widespread rainfall for the continent and milder temperatures, though there is some uncertainty with this forecast. Conditions are still mostly favorable across the continent.

BLACK SEA (WINTER WHEAT/CORN): Isolated showers fell in the region over the weekend, but most areas remained dry with above-normal temperatures which kept corn and sunflowers reaching for maturity. Conditions were fair for winter wheat planting, however, but better showers in eastern Ukraine and southwestern Russia would be more favorable for those prospects.

CHINA (CORN/SOYBEANS/WINTER WHEAT/CANOLA): Isolated showers moved through central and northeast China over the weekend, favoring any immature corn and soybeans. A couple more fronts moving through over the next week will do the same. Soil moisture is favorable for winter wheat and canola planting as well.

AUSTRALIA (WINTER WHEAT/CANOLA): Outside of some spotty showers across the south, it was drier over the long weekend. A system may be able to bring some showers to southeastern areas later this week, but many areas remain drier than optimal, and temperatures have been above-normal more often than not in recent months. El Nino is favoring the hotter and drier conditions in eastern Australia, which figures to have poorer production as wheat and canola continue to go through reproductive stages in September.

INDIA (RICE/SOYBEANS/WHEAT): The country has had a relatively 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 will increase rainfall across much of the country this week and weekend, and eastern areas could continue to see improved rainfall next week. This season's crops are likely to still have enough moisture to complete their cycles, but we could see reduced reserves for irrigating wheat and rice over the winter into next spring once the monsoon shuts down this month.

Headlines:

- > Malaysian Nov Palm Oil market closed on Monday down 55/on Tuesday down 85 Ringgits
- > Dalian Futures were lower, Nov corn on Monday down 34/on Tuesday down 2 down to the Yuan, Nov Beans down 10/down 49, Jan Meal down 33/unchanged, Jan Bean Oil down 24/down 68, Jan Palm Oil down 92 both Monday and Tuesday
- > Asian Equity Markets were mostly mixed, Japan's Nikkei up .3%, China's Shanghai down .7%
- > European Equity Markets are lower, German Dax down .4%, London FTSE 100 down .1%
- > MATIF Markets are mixed, Nov Corn unchanged to the Euro Nov Rapeseed down 5.50, Dec Wheat down 1.0
- > Save the Date...September 12th...Crop Production and USDA S&Ds
- > Save the Date...September 13th...US CPI and Real Earnings
- > Save the Date...September 14th...PPI and Retail Sales
- > Save the Date...September 15th... NOPA Crush
- > Save the Date...September 20th...FOMC Meeting Results
- > No changes no surprises [Putin Meets Erdogan to Discuss Grain Deal - The New York Times \(nytimes.com\)](#)
- > Trade sources say Egypt's state grain buyer bought around 480,000 mt of Russian Wheat in a privately negotiated deal on Friday. They reportedly paid around \$270/mt cf., but prices could have been lower than the unofficial floor the Russian government has mandated for wheat exports. Traders say Russia is tolerating different prices for private sales versus public sale tenders. At last week's GASC tender Russian wheat prices submitted were \$270/mt, but GASC bought French and Romanian origin wheat at those public tenders. -QT
- > Energy analysts for Goldman Sachs said they no longer expect Saudi Arabia to announce a partial unwind for October to its 1.0 mln bpd production cut -QT
- > All quiet today for Locust, ASF, FAW

> Bird Flu [New Mutational Changes In Bird Flu Virus May Signal Next Pandemic: Study | MENAFN.COM](#)

Commentary: Well the big meeting between the presidents of Turkey and Russia has come and gone. As expected, Russia will only allow for a return of the UN Brokered Safe Passage deal if their demands on the West are met, which we all know is a non-starter. President Putin continues to offer to buy Turkey's friendship and divide it further from NATO with discounted wheat to Turkish mills. They also want to run more energy products through Turkey hubs. Turkey continues to hold out hope that they can jump start the UN backed deal and continue to walk the tightrope of trying to be a nonpartisan in the conflict. The longer this stalemate continues at some point action on the Black or Azov Seas will erupt, putting Turkey to the test. Which side are you on, Turkey???? If Ms. Reece was around, she would demand an answer!!! [Dropkick Murphys - "Which Side Are You On?" \(Full Album Stream\) - YouTube](#)

Hurricane watch [Tropical wave has 70% odds of development: Nat. Hurricane Center \(msn.com\)](#)



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