

MORNING GRAIN COMMENTARY

Morning Trends:

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as of 5:00 AM CDT

Corn 1 to 2 higher

Wheat 3 to 5 lower

Soybeans 9 to 11 higher

Soy Meal 5.5 to 6.0 higher

Soy Oil 5 to 10 higher

The Stories of the Day:

Ukraine/Russia [50 square meters in flames: Attack on Russian aluminum factory? \(msn.com\)](#) [Russian vessels in Black Sea do not sail beyond Cape Tarkhankut \(msn.com\)](#) [Russians bombard Sumy with mortars and artillery, drop bombs \(msn.com\)](#)

China The story that will not go away [55 Chinese sailors in submarine feared dead 'caught in trap' meant to snare UK and US \(msn.com\)](#) [China Finds Friends in Europe's Far Right – Foreign Policy](#)

The US House [BREAKING: Kevin McCarthy Ejected as House Speaker in Historic Defeat, Sending House Into Utter Chaos \(msn.com\)](#) [Rep. McHenry Angrily Slams Gavel Like a Brat Following McCarthy Ousting | Watch \(msn.com\)](#)

That time of year...summer to fall in 15 minutes [Hail and gusty winds hammer parts of Kansas as severe storms cut through the central US | Watch \(msn.com\)](#)

NWS' Short Range Weather:

Scattered severe thunderstorms with a threat of large hail, severe wind gusts, heavy rainfall, and scattered flash flooding are likely across parts of the southern Plains. Record high temperatures from the Great Lakes to the Northeast are expected through Thursday.

DTN's Long Range Weather: NATIONAL TEMPERATURE/RAINFALL EXTREMES: HIGH TUE...104 AT RIO GRANDE VILLAGE, TX LOW TUE...20 AT 14 MILES NORTH OF FLAGSTAFF, AZ...LUBBOCK, TX 1.33 INCHES

There is a ridge in the East, a trough in the Plains, and another ridge in the eastern Pacific. Each of these pieces will move east through the weekend, but the trough may park in the East for a bit next week while the ridge builds in Canada. Another trough will move into the eastern Pacific next week and send some energy underneath the ridge into the U.S. before another ridge builds in the West and cuts it off. The trough in the East will be maintained, however. The U.S. and European models are similar so I will use a blend. For the outlook period, temperatures will be rising in the West and spread east next week. It should be largely dry east of the Rockies through the middle of next week outside of some showers in the Northeast. A system will move through the country later next week with scattered shower potential.

NORTHERN PLAINS (LIVESTOCK/WHEAT/CORN/SOYBEANS): Cold air is moving in behind a front and will produce a few showers the next couple of days. Frost will be possible Friday and Saturday that could put an end to any immature crops. The cold will only be temporary as a ridge brings in more warmth next week. Recent showers will cause some delays to harvest this week, but dryness that follows should allow equipment back out into the fields after a short period.

CENTRAL/SOUTHERN PLAINS (LIVESTOCK/CORN/SOYBEANS/WINTER WHEAT): A front continues to push through the region Wednesday with widespread showers and thunderstorms and potential for severe weather and heavy rain. Afterward, cooler temperatures will move in, and could potentially produce some frosts Friday

through Sunday mornings across northern areas. The cold will be temporary as temperatures rise next week. Drier weather that follows should allow equipment to move back into the region rather quickly. Soil moisture increases for winter wheat establishment should be favorable as well. The next system may move through on the back half of next week with scattered showers.

MIDWEST (CORN/SOYBEANS/WINTER WHEAT): A front will move across the region through Friday with widespread showers. Temperatures will fall dramatically behind the front and there is potential for frost this weekend, especially across the north. Some isolated showers may continue into the weekend in the cooler air over the Great Lakes. Dryness and warmth should return next week, though may be slow to warm up over eastern areas. Any fieldwork delays due to rainfall are likely to be short again, but we'll watch for another potential storm system late next week.

DELTA (SOYBEANS/COTTON): A front will move through Thursday and Friday, but showers are forecast to be limited. Drought continues to build in the area, but conditions are good for harvest.

BRAZIL (CORN/SOYBEANS/WINTER WHEAT): Wet season showers continue in central Brazil, though they may be isolated at times. A front will continue over southern areas through the weekend with bouts of heavy rain again. Southern areas are dealing with too much rainfall, which has caused flooding and the need to replant early corn in some instances. Other than those issues, increased rainfall is favorable for early establishment.

ARGENTINA (CORN/SOYBEANS/WINTER WHEAT): A front moved through on Tuesday, but rainfall was mostly light and more is needed. While planting conditions are good, establishment conditions are not. Dry weather that is forecast to follow for the next week is not favorable either. The next system is forecast to move through in the middle of next week, but forecasts are not favoring the widespread heavy rain that is needed just yet.

EUROPE (CORN/WINTER WHEAT): Isolated showers moved through early this week across the north. More are forecast for the northeast later this week and weekend. Otherwise, drier and warmer weather should be expected, favorable for fieldwork, but decreasing soil moisture on the continent for winter wheat establishment. The forecast brings in more widespread showers but not until the end of the week.

BLACK SEA (WINTER WHEAT/CORN): Showers may move through later this week and weekend with a couple of systems moving through, but will also bring a burst of cold temperatures, which may produce some frosts. Soil moisture continues to fall in winter wheat areas, unfavorable for establishment. The region typically has the month of October for establishment before winter freezes come in November from north to south.

CHINA (CORN/SOYBEANS/WINTER WHEAT/CANOLA): Some occasional showers may still move through at times over the next week, but overall drier conditions should favor harvest. Soil moisture continues to be good for wheat and canola establishment on the North China Plain.

AUSTRALIA (WINTER WHEAT/CANOLA): A stronger cold front is moving through eastern areas over the next couple of days, bringing significant rainfall to southeastern areas and a burst of colder air that should ease stress from recent heat. Other areas will not have much precipitation out of the system, which is still largely unfavorable for filling winter wheat and canola.

INDIA (RICE/SOYBEANS/WHEAT): Showers have increased in recent weeks, especially in eastern areas, reversing the drier trend in August that had put a lot of stress on developing crops and limited irrigation reserves. The monsoon is winding down, forcing producers to switch to irrigation, perhaps a bit early for winter crops.

Headlines:

> Malaysian Dec Palm Oil closed up 9 Ringgits

> Dalian Futures closed, as Golden Week. Jan Corn closed XX to the Yuan, Nov Beans XX, Jan Meal XX, Jan Bean Oil XX, Jan Palm Oil XX

> Asian Equity Markets were lower Japan's Nikkei down 2.3%, China's Shanghai closed for Golden Week

> European Equity Markets are slightly lower, German Dax down .1%, London FTSE down .1%

> MATIF Markets are mixed, March Corn down 1.0 to the Euro, Feb Rapeseed up 1.50 Dec Wheat down 2.0

> Save the Date...Oct 6th...US Employment numbers...expected 170,000 new non-farm private sector jobs, unemployment rate at 3.7% vs 3.8%

> Save the Date...Oct 9th...Canadian Thanksgiving

> Save the Date...Oct 11th...US PPI

> Save the Date...Oct 12th...US CPI

> Save the Date...Oct 12th...US S&Ds plus crop production

> Save the Date...Oct 16th...NOPA Crush

> Save the Date...Oct 22nd...Argentina National Elections

> Save the Date...Nov 5th...US Daylight Savings Time ends

> Ukraine officials say another dozen cargo vessels are ready to use the alternative humanitarian shipping corridor on their way to Ukraine ports. However, it is unclear when those vessels may use the waterway route. Ukraine defense officials say they will do whatever is needed to ensure the safety of civilian vessels in their waters on their way to the alternative route. -QT

> The OPEC Joint Ministerial Monitoring Committee is due to meet for its regular market monitoring meeting. Standard Chartered says it is unlikely producers at the meeting will be less cautious around production due to uncertainties around the global economy and central-bank policy. -DJ

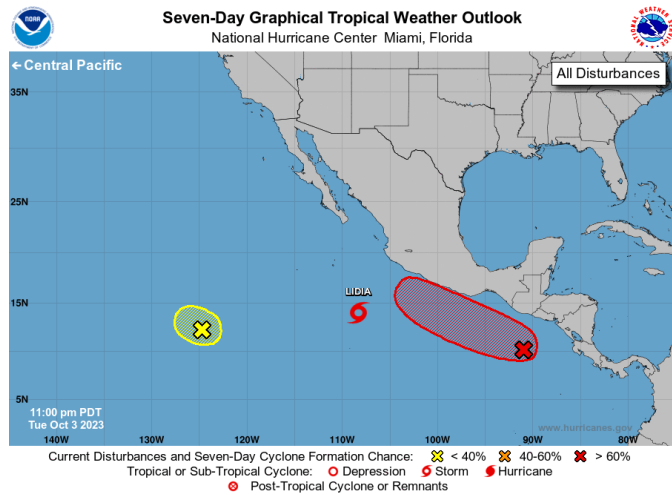
> Algeria looking for corn and barley

> Malaysia's government has called on top rice supplying nations in the ASEAN group to prioritize supplies to the pact's member countries. -QT

> All quiet today for Locust, ASF, FAW, Bird Flu

Commentary: Before this past weekend, before a last second deal to keep the US Government opened we and many other said it is tough in a two party system of government to conduct the people's business when one of the parties infighting leaves the party in question unable to deal in good faith with the other party. The good news from this past weekend is the US Government will remain open until Nov 15th. This means the USDA will be in a position to issue both the Oct and Nov WASDE reports. This means the trade will have a consistent yield number to work with and forward planning of trades will continue. This also means the US FED will be able to hold its Nov 1st rate decision meeting and give important guidance to the macro markets. We now have enough time that the Ag trade's vision of what the supply side of the trade will look like deep into Q1 should be in place. Now back to the markets...where we look for a two sided trade to unfold.

We get it tropical events for coastal folks are bad, but if whatever might be behind Lidia brings rains to the drought areas of Mexico, we will take it



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