

MORNING GRAIN COMMENTARY

Morning Trends:

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as of 5:00 AM CDT

Corn 1 to 3 lower

Wheat 2 to 4 higher

Soybeans 5 to 7 lower

Soy Meal 4.5 to 5.0 lower

Soy Oil 25 to 30 higher

The Stories of the Day:

Ukraine/Russia ['They're just meat': Russia deploys punishment battalions in echo of Stalin \(msn.com\)](#)
Ex-Wagner Fighters Are Rampaging in Russia (msn.com)
'Disrupting the Enemy' Ukraine Has Struck Down Russia's Most Important Military Generals in Devastating Blow That Could Be the Key to Victory Against Moscow (msn.com)
Russia mistakenly doxed its own spies and secret bases by uploading their addresses on a public city hall website: investigative outlet (msn.com)

China [China issues alert for typhoon Koinu \(thehansindia.com\)](#)

Russia/China [Russia and China on Collision Course as Beijing Rejects Putin's Price Hike \(msn.com\)](#)

The long end to summer is about to end in the Midwest [October storm wallops the Plains | Watch \(msn.com\)](#)
and everyone is talking US weather: 'Super El Nino' to bring more flooding and 'winter of discontent' (msn.com)

Us Hurricane Season [Rest of hurricane season in 'uncharted waters' because of El Niño, record ocean temperatures \(msn.com\)](#)

NWS' Short Range Weather: A storm system exiting the West will trigger widespread severe thunderstorms across the Plains on Tuesday. These storms are expected to produce large hail, damaging winds, heavy rain, possible flooding and a couple of tornadoes across the region. Ahead of this sprawling system, a number of record high temperatures are possible from the Upper Mississippi Valley and Great Lakes into the Northeast.

DTN's Long Range Weather: NATIONAL TEMPERATURE/RAINFALL EXTREMES: HIGH MON...101 AT FALCON LAKE, TX LOW MON...21 AT 19 MILES NORTHEAST OF KIRK, OR...CORPUS CHRISTI, TX 2.47 INCHES

There is a ridge in the East and a trough in the West and Plains. There is another trough in western Canada and a ridge in the eastern Pacific. The pattern will be a bit progressive as all of the features will move west to east this week. The western ridge will settle a little more in Canada next week while another trough builds in the North Pacific and tries to send pieces of energy underneath it through the U.S. 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 over the weekend and spread east next week. It should be largely dry east of the Rockies through the middle of next week, but showers will return to the West and some may linger in the Northeast.

NORTHERN PLAINS (LIVESTOCK/WHEAT/CORN/SOYBEANS): Scattered showers continue on Tuesday as a system moves through. Much colder air will move through behind the system and may bring a few showers as well. Frost will be possible late week and weekend that could put an end to any immature crops. The cold will only be temporary as a ridge brings in more warmth next week. Showers will cause some delays to harvest this week, but dryness that follows should allow equipment to roll shortly.

CENTRAL/SOUTHERN PLAINS (LIVESTOCK/CORN/SOYBEANS/WINTER WHEAT): A front will push through the region Tuesday and 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 late week and weekend 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.

MIDWEST (CORN/SOYBEANS/WINTER WHEAT): A front will move through Tuesday night 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. Any fieldwork delays due to rainfall are likely to be short again.

DELTA (SOYBEANS/COTTON): It was dry over the weekend, allowing for rapid harvest in the dry soils. A front will move through Thursday and Friday, but showers are forecast to be limited. Drought continues to build in the area.

BRAZIL (CORN/SOYBEANS/WINTER WHEAT): Wet season showers continue in central Brazil, though they may be isolated at times. A front will move into southern areas on Tuesday night and bring areas of heavy rain. That front will move into central areas for late in the week, enhancing showers there. Another burst of rain is forecast for southern Brazil this weekend, which may be heavy yet 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): It was dry over the weekend and the region is in need of more rainfall. A front is moving through on Tuesday, but showers are widely scattered and will miss some of the important cropland that is in need. 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.

EUROPE (CORN/WINTER WHEAT): Some showers went through northern areas over the weekend. More isolated showers are forecast early this week across the north, then over 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. The forecast for next week brings in more widespread showers.

BLACK SEA (WINTER WHEAT/CORN): Some isolated showers will move through early this week with a front but are very light and spotty. Soil moisture continues to fall in winter wheat areas, unfavorable for establishment. Showers may move through later this week and weekend with a system moving through, but it will also bring a burst of cold temperatures through, which may produce some frosts. 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): Occasional showers moved through central and northeastern areas over the weekend, which may have been a hindrance to early corn and soybean harvest. 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.

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.

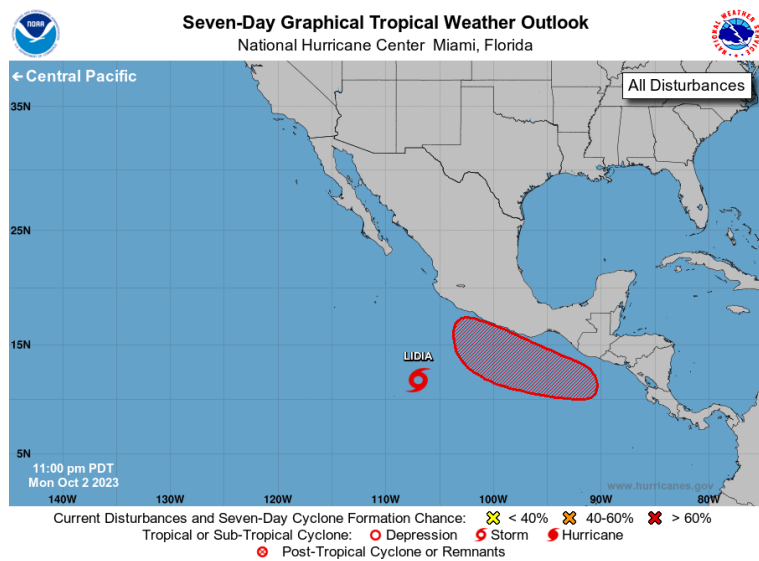
Headlines:

- > Malaysian Dec Palm Oil closed up 3 Ringgits...Senior exchange officials at the Malaysian Derivatives Exchange on Tuesday said they've been working to finalize soyoil futures contracts and expect the contracts to launch in early 2024. The Malaysian exchange has the world's most active and liquid crude palm oil futures. -QT and this: Malaysian plantations & commodity ministry said they will expand the country's biodiesel blend mandate from 10% to 20%, adding the shift would lead to a significant 1.0 mln mt per year increase of palm oil consumption. -QT
- > 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, the ones that were open were lower, Japan's Nikkei down 1.7%, China's Shanghai closed for Golden Week
- > European Equity Markets are mixed, German Dax down .2%, London FTSE up .3%
- > MATIF Markets are mixed to higher, March Corn up .50 to the Euro, Feb Rapeseed up .25 Dec Wheat up 2.25
- > 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
- > Best cure for high crude oil prices, high crude oil prices...OPEC oil output up for the second month in a row as Nigeria, Iran, and Venezuela pump baby pump
- > When rice prices rise, kingdoms fall no wonder country after country are scrambling to come up with more production [Indonesia Will Lose 1.2 Million Tons of Rice Due to El Nino - Kompas.id](https://www.kompas.id)
- > All quiet today for Locust, ASF
- > Fall Armyworm's march around the world not what was once assumed [Genomics detective work reveals pest moth travels \(phys.org\)](https://phys.org)
- > Bird Flu [Agriculture Dept assures retail industry govt working to curb avian flu spread \(msn.com\)](https://www.msn.com)

Commentary: Well today, does feel like a typical "No News Tuesday." The major macro market news for the week is back loaded with Friday's monthly US job numbers. The US farmer is in harvest mode and is not

engaging with prices this week. Last night the USDA said that 23% of the corn crop has been picked and 23% of the bean crop has been cut. It feels like with the farmer in go mode, harvest pressure might have to wait until the farmer is kicked out of the fields because of rain. Speaking of rain, we could see widespread but scattered showers in the coming days ahead has two cold front come through over the next 7-days to end the near record heat in the Midwest to start the month of Oct. With China on fall holidays, headline making export sales will not be likely. That said rumors remain that China continues to ask about world wheat prices. We look for a choppy two sided trade today. So far not much talk about yields coming out of the fields for either corn or beans in the WCB, this is usually a good sign that farmers are seeing results that match to possibly exceed expectations.

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



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