

Editor Note: After the regular closing time Wednesday, the Board will reopen Friday morning at 8:30 CST and close Friday at 12:05 PM CST

MORNING GRAIN COMMENTARY

Morning Trends:

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as of 5:00 AM CDT

Corn 1 to 2 higher

Wheat 1 to 2 higher

Soybeans 6 to 8 higher

Soy Meal 6.5 to 7.0 higher

Soy Oil 35 to 40 lower

NWS Short Range Weather: A storm system will move from the southern Plains to the Northeast U.S. through Wednesday with severe thunderstorms for the northern Gulf states, gusty winds and heavy rain for the Southeast, and a wintry mix for the interior Northeast. Strong offshore Santa Ana winds with gusts over 60 mph are forecast into Tuesday morning in southern California

DTN Long Range Weather: HIGH MON...88 AT MILES CITY, FL AND SUNNILAND, FL LOW MON...3 AT MOUNT WASHINGTON, NH...WEST PALM BEACH, FL 1.34 INCHES US

There is a trough in the Central with another in northern Canada. A ridge is developing behind them in the West with another trough in the Pacific. The Canadian trough will deepen in Hudson Bay this week while most of the U.S. trough will shift east. Part of it will be left behind around northern Mexico this week. The Pacific trough will move into the West late week and deepen. It will force the Mexican trough through the East late this week. The pattern will be somewhat complicated this weekend through next week, but in general looks like a ridge in western Canada with a trough in Hudson Bay and parts of the U.S. The U.S. and European models show the same sort of pattern but are different in the details. I will use a blend but favor the European. For the outlook period, the upper-level pattern supports a warmer West and cooler Central and East, though there could be some variation in that. A system may form off of a cold front this weekend and push east across the country. We will have to watch for a clipper system to follow it next week.

NORTHERN PLAINS (LIVESTOCK/WHEAT/CORN/SOYBEANS): A cold front will sag south through the region on Wednesday, bringing snow to western areas and a sharp drop in temperatures below normal. A reinforcing shot of colder air is possible this weekend into next week.

The Stories of the Day:

Russia/Ukraine [Torn to Pieces: Ukraine Destroys Putin's 'Greyhound' \(msn.com\)](#) [Ukrainians devastate Russian airport with powerful western bombs \(msn.com\)](#) [The Russian economy is in bad shape, no matter what the Kremlin says: Russian economist \(msn.com\)](#) [The mystifying "Baba Yaga" drones in Avdiivka are nightmare for Russians \(msn.com\)](#)

Middle East [Israel-Hamas war live updates: Hamas 'close to reaching a truce,' group's leader says \(nbcnews.com\)](#) [Israel recalls its ambassador from South Africa \(msn.com\)](#) [Joe Biden's Israel Red Lines Are Taking Shape \(msn.com\)](#) [France sends aircraft carrier Dixmude to Egypt due to "too many victims" \(msn.com\)](#)

China/Argentina [China responds to Argentina's dollarization – BRICS will NOT beg \(msn.com\)](#)

Iceland Update [Iceland volcano – live: Eruption could happen with just 30 minutes warning as magma 'very close' to surface \(yahoo.com\)](#) and down under [Eruption of Papua New Guinea volcano subsides, though thick ash is billowing 3 miles into the sky \(msn.com\)](#)

CENTRAL/SOUTHERN PLAINS (LIVESTOCK/WINTER WHEAT): A system brought scattered showers to mostly eastern sections of the region over the last few days. Those showers largely missed drier western wheat areas, unfavorable for wheat there. Another system may bring showers to Texas Thursday and a cold front dropping south could bring highland snow and a burst of much colder air into the weekend. A system may form along that front and push eastward over the weekend. Drier areas in the southwest may pick up some precipitation out of this, mostly in the form of snow, but otherwise helpful.

MIDWEST (CORN/SOYBEANS/WINTER WHEAT): A system continues to bring widespread rain through the region on Tuesday, easing drought in some areas, but delaying the remaining harvest and fieldwork. A stronger cold front will move through later this week with a burst of colder air. More showers may move through this weekend but are forecast to be light.

DELTA (SOYBEANS/COTTON/TRANSPORTATION): A system brought widespread moderate to locally heavy rain on Monday that will produce limited benefits to drought. The rain farther north will help with water levels on the Mississippi River, but it is still very dry, and the river will run low for a while yet.

BRAZIL (CORN/SOYBEANS): Heavy rain, more typical of the wet season showers in central Brazil, will continue all week long. Deficits are large here and will take more than a week's worth of normal rainfall to turn around, but will be beneficial for developing soybeans. Showers do look to become more isolated for next week. Another round of heavier rain will move back into southern Brazil for Wednesday and Thursday, with potential for more this weekend. Any breaks from the wet pattern are looking to be short across the south, unfavorable for developing corn and soybeans.

ARGENTINA (CORN/SOYBEANS/WINTER WHEAT): A front will move through Tuesday and Wednesday with scattered showers but then be drier again until next week. Though the dryness is not welcome, soil conditions are more favorable than they were earlier season or in previous years, a good turn around in conditions. As long as the drier weather does not last too long, the overall favorable conditions continue. Rain is forecast to move back through early-to-mid next week.

EUROPE (WINTER WHEAT): Scattered showers continued over much of the continent again this weekend, keeping soil moisture high for most areas outside of Spain, where dryness is starting to creep in again. Showers continue across southern areas early this week while a system will go through the northeast later this week and bring down temperatures across most of the continent. A somewhat active pattern continues across the continent next week. Some areas could use a break to allow for more planting and sunlight, but conditions continue to be overall very favorable for winter wheat establishment.

BLACK SEA (WINTER WHEAT): A system moved through with scattered showers this weekend, which included snow in some areas. Colder air will continue to be more common than not, edging winter wheat toward dormancy but in mostly good condition.

CHINA (WINTER WHEAT/CANOLA): It was mostly dry over the weekend. A system will move through midweek with a burst of colder air again as winter wheat and canola edge toward dormancy in mostly good condition. Winter precipitation will be important for building up irrigation come springtime.

AUSTRALIA (WINTER WHEAT/CANOLA/COTTON/SORGHUM): Scattered showers fell over eastern areas over the weekend, helping to ease extremely dry conditions in a lot of this part of the country. These showers continue all this week. It is too late for wheat and canola but will help cotton and sorghum.

Headlines:

> Malaysian Feb Palm Oil closed up 61 Ringgits

> Dalian Futures Exchange were higher, Jan Corn up 7 to the Yuan, Jan Soybeans up 7, Jan Meal up 22, Jan Bean Oil up 44, Jan Palm Oil up 26

- > Asian Equity Markets were slightly lower, Japan's Nikkei down .1%, China's Shanghai down less than .1%
- > European Equity Markets are mixed, German Dax up .2%, London FTSE down .2%
- > MATIF Markets are mixed, March Corn down .25 to the Euro, Feb Rapeseed up 3.25, March Wheat down .50
- > Save the Date...Nov 23rd...US Thanksgiving/Japan's Labor Day
- > Save the Date...Nov 24th CME's Ag Dec option expiration
- > Save the Date...Nov 26th...OPEC + Meeting Results...
- > Save the Date...Nov 29th...3Q US GDP
- > Save the Date...Dec 8th...US Employment numbers
- > Save the Date...Dec 12th...US CPI/Real Earnings...Dec FOMC meetings start
- > Save the Date...Dec 13th...US PPI...Dec FOMC Meeting Results
- > Save the Date...Dec 15th...NOPA Crush
- > Save the Date...Jan 19th...Next US Budget Deadline
- > ASF, Locust, all quiet today
- > FAW in India [Maize spared in drought now eaten away by fall armyworms, rue Perambalur, Ariyalur farmers in TN \(msn.com\)](#)
- > Bird Flu...maybe just wait for rabbit season [Bird flu expert urges hunters to use caution this duck season \(msn.com\)](#)
- > [Exclusive-China's state banks seen swapping and selling dollars for yuan -sources \(msn.com\)](#)
- > USDA Weekly Crop Update found that 93% of the US corn crop has been harvested, 95% of the US winter wheat crop has been planted, 48% of the US winter wheat crop is rated good to excellent

Commentary: Hands, hands up, who saw the video from yesterday's hijacking of a Japanese Cargo ship in the Red Sea by the Iran backed, Houthis from Yemen? The Houthis who have declared they have joined Hamas in its fight with Israel? Here is the video: <https://twitter.com/disclosetv/status/1726643372335755592> Now in various media reports this has been referred to as a pirate attack. Our point, the Houthis after years of training by Iran and fighting in a civil war for control of Yemen vs. Saudia Arabia surrogates are far from a band of pirates. These are trained terrorist looking to inflict damage on Western interests that have backed Israel. The Houthis have access and have been firing missiles both into the Red Sea and Israel proper. The US off the coast of Yemen have an Ohio class nuclear sub that may or may not have special forces operators on board, as well as navel sea surface assets that have been active in knocking down missile fire from Yemen. Included in the US assets off the coast of Yemen is a contingent of the US Marines 26th Expedition Force. The Red Sea is a superhighway to and from the Suez Canal, and at this time might be more dangerous than the waterways of the Black Sea...Supply Chain managers both in and outside of Ag world, not only hands up but heads up...whether you want to say it out loud, the Red Sea is part of a war zone. [Analysis: Can the US and Israel stop the Houthis from seizing more ships? \(msn.com\)](#)



Tuesday, November 21, 2023

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