



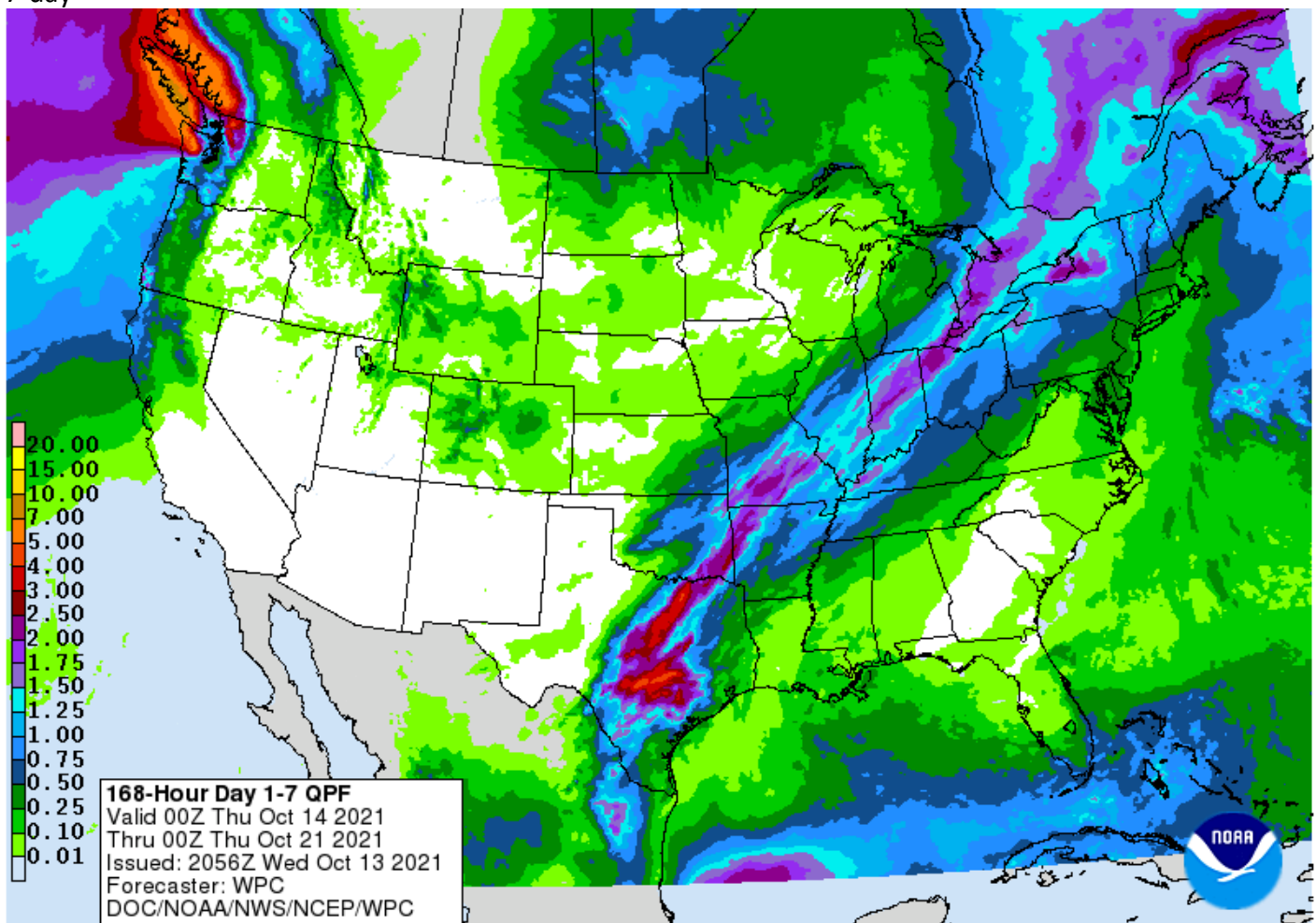
*Please note I will be out the balance of the week, attending the AFOA conference in Nashville.*

*USDA FSA Acreage is delayed. When updated, it will be posted here <https://www.fsa.usda.gov/news-room/efoia/electronic-reading-room/frequently-requested-information/crop-acreage-data/index>*

*Macro selloff in ags today continuing from yesterday's bearish WASDE report. Harvest pressure also weighing on corn and soybeans.*

**Weather**

7-day



**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## World Weather Inc.

### MOST IMPORTANT WEATHER AROUND THE WORLD

- Hurricane Pamela moved inland over the southern Sinaloa, Mexico coast this morning
  - Wind speeds of 75 mph accompanied the storm along with a notable storm surge and flooding rainfall
    - Rainfall of 4.00 to 10.00 inches and locally more will result
  - The storm will produce excessive rain and wind damage into the southwestern part of Durango today while weakening to tropical storm status and moving across Durango and Coahuila by this evening
  - Remnants of the storm will contribute a moisture feed into Texas later today and Thursday resulting in some heavy rainfall in central parts of the state, including the Blacklands cotton areas
    - Rainfall will range from 2.00 to more than 5.00 inches in this region
- Tropical Storm Kompasu moved across Hainan, China this morning producing strong wind speeds and heavy rainfall
  - The storm will continue trekking to the west today and Thursday reaching northern Vietnam by 0600 GMT Thursday
  - Heavy rain and windy conditions in both regions could result in some damage to rice and sugarcane, although losses will be light
- Central Argentina began receiving some needed rain overnight with totals through dawn today varying from 0.60 to 1.15 inches in Cordoba and western and southern Santa Fe with a local amount to 2.05 inches southwest of Cordoba City, Cordoba
  - The moisture brought some needed relief to an area that has been quite dry recently
    - More moisture will be needed to bolster soil moisture in a more significant manner
- Argentina's rain will continue through Thursday with some lingering rain in the northeast Friday.
  - The moisture will be welcome and good for all crops, but not likely enough to fix long term moisture deficits and greater rain will be needed later this month to protect production potential and to support planting progress
    - Wheat and early season corn and sunseed will benefit from the moisture
    - Additional planting of early season summer crops will occur as drier weather resumes this weekend
- Brazil will see a good distribution of rain over the next ten days to two weeks
  - Southern parts of the nation will dry down next week and that will be good for wheat maturation and harvesting and good for corn and soybean planting progress after recent rain
- Most of Brazil's coffee, citrus and sugar crops are expected to benefit greatly from the continuation of periodic rain over the next week
  - Follow up rain will be needed later this month, but the drier weather next week will be good as well
- Portions of the U.S. northern and west-central Plains received rain Tuesday and early today
  - Moisture totals reached 1.50 inches in southwestern South Dakota and 1.78 inches near Dodge City, Kan.
    - The moisture was very good for winter crop establishment and future planting
- Additional rain will fall in the northern U.S. Plains today and in eastern parts of Canada's Prairies today into Friday
  - The Dakotas, eastern Montana and Minnesota will end up with 0.40 to 1.50 inches of moisture and local totals over 2.00 inches in western parts of North Dakota
    - Snow accumulation in the westernmost Dakotas and eastern most Montana will range from 4 to 10 inches with a few greater amounts in a narrow band
      - Livestock stress and some travel disruption is expected

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, Il. 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

- Canada's eastern Prairies will be wettest late today and Thursday at which time 0.40 to 1.50 inches of moisture will result
  - Manitoba and southeastern Saskatchewan will be wettest
  - Snow accumulations in Saskatchewan will range from 1 to 4 inches
    - The snow will melt quickly
- Colder air will settle south and east across the Great Plains late this week and into the weekend
  - Frost and freezes will be most significant in the northwestern Plains where a few upper teens are expected while most readings will be in the 20s and lower 30s
  - Low temperatures in West Texas will slip to the middle and upper 30s this weekend with a patch or two of soft frost possible in the far northwestern most counties of cotton country
    - The impact of frost would be minimal if it occurs
- A reinforcing shot of cool air comes into the Midwest early to mid-week next week chilling down a part of the region and generating a few showers of light rainfall as it arrives
- Excellent drying conditions are expected in many U.S. crop areas during the weekend and next week
  - The exception will be in the southwestern Plains where some precipitation might occur briefly during mid-week
    - This will impact a part of the southern Plains; including a part of Oklahoma and Texas
- Warming will return to much of the central and western United States this weekend into next week
- Other than brief showers expected in the U.S. Delta and southeastern states Thursday and Friday the region should be relatively dry until late next week with showers are possible near the Gulf of Mexico coast.
- California and the interior Pacific Northwest and a part of the far northwestern U.S. Plains will continue dry for the next ten days
- Canada's Prairies from southern and eastern Alberta into western and some central Saskatchewan locations will remain quite dry for the next couple of weeks
- Europe weather will remain tranquil into the weekend except in the southern Balkan Countries where periods of rain are expected
  - The moisture will be great for easing long term dryness and supporting winter crop planting
  - Some harvest delay is expected
- Western CIS crop areas will experience a restricted amount of rain during the balance of this week and into the weekend, but precipitation will slowly increase next week
  - Totally dry weather is not expected through the weekend with at least a little precipitation expected – mostly in the north
- Central Asia cotton and other crop harvesting will advance swiftly as dry and warm conditions prevail
- Northeastern Xinjiang, China will continue wet and cool today and then drier weather is expected and it should last into next week greatly improving harvest progress after an extended period of wet and cold weather
- Western Xinjiang cotton harvest progress will continue to advance favorably
- India crop weather will be good through the weekend with rain in the south and east leaving the central and north dry
  - Rain is expected in Uttar Pradesh next week, but it should not get into Punjab or Haryana which will help protect unharvested cotton and other crops in that area
  - Northwestern and north-central India will continue dry for the next couple of weeks supporting fieldwork and crop development
- China's Northeastern Provinces and North China Plain will experience net drying conditions for a while and that will be good for drying out crops after a wet early autumn
  - Harvesting may be a little behind schedule because of the frequent precipitation and wet field conditions

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

- Much of the Yellow River Basin will also experience net drying
- East-central China will be wettest beginning late this week and lasting through much of next week possibly bringing too much moisture into summer crop harvest areas resulting in field working delays
  - Some concern over crop quality might evolve if the rain prevails too long
- Southern and easternmost Australia will receive rain during the next week to ten days supporting crop development and some spring planting in eastern Queensland, but greater rain is needed in western Queensland crop areas due to ongoing drought
- Tropical Storm Kompasu was located 199 miles east southeast of Hanoi, Vietnam near 19.4 north, 108.4 east moving westerly at 18 mph and producing maximum sustained wind speeds of 63 mph
  - Kompasu moved across Hainan, China earlier today producing strong wind speeds and heavy rainfall possibly negatively impacting rice and sugarcane
  - The storm will bring similar conditions to northern Vietnam this Thursday into Saturday
- Tropical Storm Namtheun was located far out into the western Pacific Ocean over open water and poses no threat to eastern Asia
  - The storm will pass well to the east of Japan this weekend and early next week
- Southeast Asia rainfall is expected to be greatest from the northern Philippines through Hainan, China and into much of Vietnam, Laos, Cambodia and Thailand during the next week to ten days
  - Rain will also fall in Indonesia and Malaysia, although it will be a little more erratic and light
- Central Africa will continue to experience periodic rainfall during the next ten days maintaining good coffee, cocoa, sugarcane, rice, cotton and other crop conditions
  - Drier weather will soon be needed in some cotton areas
- North Africa is not likely to see much rain for a while, but that is not unusual for this time of year
- South Africa rainfall will be restricted for a while, but totally dry weather is not expected
  - Many areas away from the coast will be left dry or experience net drying conditions until next week when a boost in rainfall is expected in key summer crop areas
    - Winter crops will develop favorably following previous rainfall and some early spring planting will be starting soon if it has not already begun
  - Rain will be needed later this month to ensure good maize and other early season crop planting
- Today's Southern Oscillation Index was +9.87 and it was expected to move erratically during the coming week
- New Zealand weather is expected to be a little wetter and cooler biased this week and then drier and warmer next week
- Mexico rainfall will be restricted this week except for the heavy rain associated with Hurricane Pamela
- Central America rainfall will be below average this week except in Costa Rica, Panama and El Salvador where rainfall will be near to above normal

Source: World Weather and FI

## Macros

- U.S. SEP CPI +0.4 PCT , EXFOOD/ENERGY +0.2 PCT
- U.S. SEP CPI YEAR-OVER-YEAR +5.4 PCT, EXFOOD/ENERGY +4.0 PCT
- U.S. SEP UNADJUSTED CPI INDEX 274.310 VS AUG 273.567
- U.S. SEP CPI ENERGY +1.3 PCT, GASOLINE +1.2 PCT, NEW VEHICLES +1.3 PCT
- U.S. SEP REAL EARNINGS ALL PRIVATE WORKERS +0.8 PCT VS AUG -0.2 PCT (PREV +0.3 PCT)
- U.S. SEP CPI FOOD +0.9 PCT, HOUSING +0.5 PCT, OWNERS' EQUIVALENT RENT OF PRIMARY RESIDENCE +0.4 PCT

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## Bloomberg Ag Calendar

Wednesday, Oct. 13:

- China's first batch of September trade data, including imports of soybeans, meat, and edible oils
- New Zealand food prices
- France AgriMer monthly grains report
- European cocoa grindings
- Brazil Unica cane crush, sugar output data (tentative)
- HOLIDAY: Thailand

Thursday, Oct. 14:

- USDA weekly crop net-export sales for corn, soybeans, wheat, cotton, pork, and beef, 8:30am
- EIA weekly U.S. ethanol inventories, production
- Port of Rouen data on French grain exports
- North America cocoa grindings
- Suedzucker half-year earnings
- Agrana half-year earnings
- HOLIDAY: Hong Kong

Friday, Oct. 15:

- ICE Futures Europe weekly commitments of trader's report (6:30pm London)
- CFTC commitments of trader's weekly report on positions for various U.S. futures and options, 3:30pm
- U.S. monthly data on green coffee stockpiles
- Malaysia Oct. 1-15 palm oil exports
- FranceAgriMer weekly update on crop conditions
- HOLIDAY: India

Source: Bloomberg and FI

## Corn

- Corn fell to a four-week low on follow through selling from yesterday's USDA report. Long liquidation was noted from the macro side as Reuters reported that funds sold a net 14,000 corn contracts.
- Lending support to the market was the weaker USD and the corn sales on the 24-hour window.
- Russia reported bird-flu outbreak at two poultry farms in the southern part of the country. The World Organisation for Animal Health (OIE) said the virus was of serotype H5, but no further details.
- Harvest pace is rolling along, up 10 percentage points from the 5-year average, at 41% complete. US basis levels are firming as the farmer is holding onto the harvested grain.
- Brazil's ANEC sees Brazil's corn exports reaching 1.968 million tons in October vs last week's forecast of 1.420 million tons.

### Export developments.

- Turkey seeks 325,000 tons of feed corn on October 14 for November 14 through December 6 shipment.
- Under the USDA 24-hour announcement system, private exporters reported sales of:
  - 161,544 metric tons of corn for delivery to unknown destinations during the 2021/2022 marketing year

## Bloomberg Survey for EIA Ethanol (10 analysts)

	Avg	Low	High	Prev
Production (k bpd)	985	969	995	978
Stockpiles (m bbl)	19.834	19.350	20.200	19.931

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## US Weekly Petroleum Status Report - Ethanol

	Ethanol Production		Change		Ethanol Stocks		Change		Days of Ethanol
	FI Production Est.	Mbbl	Last Week	Last Year	FI Stocks Est.	Mbbl	Last Week	Last Year	
8/6/2021		986	-27	7.4%		22,276	-373	12.8%	23.0
8/13/2021		973	-13	5.1%		21,558	-718	6.4%	22.9
8/20/2021		933	-40	0.2%		21,223	-335	4.0%	23.1
8/27/2021		905	-28	-1.8%		21,110	-113	1.1%	23.5
9/3/2021		923	18	-1.9%		20,390	-720	2.0%	22.9
9/10/2021		937	14	1.2%		20,010	-380	1.1%	21.8
9/17/2021		926	-11	2.2%		20,111	101	0.6%	21.6
9/24/2021		914	-12	3.7%		20,220	109	2.7%	22.0
10/1/2021		978	64	6.0%		19,931	-289	1.3%	20.7
10/8/2021	<b>+10 to +15</b>					<b>unch to -100</b>			

Source: EIA and FI

Corn	Change	Oats	Change	Ethanol	Settle
DEC1	511.25 (11.25)	DEC1	632.00 (16.00)	NOV1	2.21 Spot DDGS IL
MAR2	521.00 (11.00)	MAR2	619.50 (14.25)	DEC1	2.21 Cash & CBOT
MAY2	527.00 (10.50)	MAY2	611.00 (14.25)	JAN2	2.14 Corn + Ethanol
JUL2	529.25 (10.00)	JUL2	578.75 (11.50)	FEB2	2.14 Crush
SEP2	516.50 (7.00)	SEP2	482.00 (18.25)	MAR2	2.14 2.75
DEC2	514.00 (7.00)	DEC2	472.00 (16.50)	APR2	2.14

Soybean/Corn	Ratio	Spread	Change	Wheat/Corn	Ratio	Spread	Change
NOV1	DEC1 2.34	685.50	9.75	DEC1	1.40	206.50	(5.00)
MAR2	MAR2 2.34	696.25	7.75	MAR2	1.40	209.75	(5.50)
MAY2	MAY2 2.33	700.00	7.50	MAY2	1.40	209.75	(4.25)
JUL2	JUL2 2.33	704.25	6.75	JUL2	1.37	197.25	(4.25)
SEP2	SEP2 2.35	696.75	1.50	SEP2	1.41	212.50	(7.00)
NOV2	DEC2 2.35	695.25	0.00	DEC2	1.43	221.00	(6.25)

### US Corn Basis & Barge Freight

Gulf Corn	BRAZIL Corn Basis	Chicago	Memphis-Cairo Barge Freight (offer)
OCT +70 / 73 z up3/up2	OCT +140 / 150 z unch	Toledo	-30 z unch
NOV +70 / 76 z up2/up1	NOV +150 / 160 z unch	Decatur	+5 z unch
DEC +70 / 74 z up3/up2	0-Jan	Dayton	-30 z unch
JAN +67 / 70 h up2/unch	0-Jan	Cedar Rapic	+5 z up10
FEB +71 / 75 h unch/up1		Burns Harb	-5 z unch
USD/ton: Ukraine Odessa \$ 265.00			
US Gulf 3YC Fob Gulf Seller (RTRS) 266.2 262.3 258.4 252.4 250.4 246.5		BrgF MTCT OCT	550 unchanged
China 2YC Maize Cif Dalian (DCE) 390.8 392.0 393.5 395.0 396.8 399.0		BrgF MTCT NOV	450 unchanged
Argentina Yellow Maize Fob UpRiver 236.2 240.8 245.1 - - -		BrgF MTCT DEC	325 unchanged

Source: FI, DJ, Reuters & various trade sources

Updated 10/12/21

December corn is seen in a \$4.85-\$5.55 range

March corn is seen in a \$5.00-\$5.70 range

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## Soybeans

- Soybeans turned lower on fund liquidation, and that pressured soybean meal also. Soybean oil was higher on the session on the heels of the firmer palm oil overnight. Palm oil was sharply higher amid India import duty headlines and talk of reduced Indonesian exports.
- USDA 24-hour sales announcements limited losses for soybeans along with the weaker dollar.
- China September soybean imports fell to 6.88 million tons from 9.79 million a year ago. China January through September soybean imports were 73.97 million tons, down 0.7% from the same period LY.
- USDA Attaché sees the 2021/2022 soy crop in Argentina at 49.7 million tons on dry weather and better margins on other crops like corn. USDA is at 52 million tons.
- Brazil's ANEC sees Brazil's soy exports reaching 2.973 million tons in October vs last week's forecast of 2.678 million tons.
- India cut their duties on selected vegetable oil imports.
  - Crude palm oil imports tax cut to 8.25% from 24.75%
  - Crude soyoil, sunflower oil import taxes cut to 5.5% vs 24.75%
  - Refined grades import tax 19.25% vs 35.75% earlier

### Revised Import Duty Structure w.e.f. 14<sup>th</sup> Oct., 2021

Products	Revised Duty w.e.f. 14 <sup>th</sup> Oct. 2021	Agri. Infra and Develop. Cess	Social Welfare Cess	Effective Duty	Old Duty w.e.f. 11 <sup>th</sup> Sept. 2021	Agri. Infra and Develop. Cess	Social Welfare Cess	Old Effective Duty	Difference (Reduction)
Crude Palm Oil	Nil	7.5%	10%	8.25%	2.5%	20.0%	10%	24.75%	(-) 16.50%
RBD Palmolein	17.5%	--	10%	19.25%	32.5%	--	10%	35.75%	(-) 16.50%
RBD Palm Oil	17.5%	--	10%	19.25%	32.5%	--	10%	35.75%	(-) 16.50%
Crude Soybean Oil	Nil	5.0%	10%	5.50%	2.5%	20.0%	10%	24.75%	(-) 19.25%
Refined Soybean Oil	17.5%	--	10%	19.25%	32.5%	--	10%	35.75%	(-) 16.50%
Crude Sunflower Oil	Nil	5.0%	10%	5.50%	2.5%	20.0%	10%	24.75%	(-) 19.25%
Refined Sunflower Oil	17.5%	--	10%	19.25%	32.5%	--	10%	35.75%	(-) 16.50%

- SEA: India's vegetable oil imports in September jumped by 66% from a year ago to a record 1.76 million tons, including 397,386 tons of refined palm oil.

## Export Developments

- Under the USDA 24-hour announcement system, private exporters reported sales of:
  - 330,000 metric tons of soybeans for delivery to China during the 2021/2022 marketing year
  - 198,000 metric tons of soybeans for delivery to unknown destinations during the 2021/2022 marketing year.

### USDA 24-hour

Date reported	Value (tonnes)	Commodity	Destination	Year
13-Oct	198,000	Soybeans	Unknown	2021-22
13-Oct	330,000	Soybeans	China	2021-22
10/133	161,544	Corn	Unknown	2021-22
12-Oct	165,000	Corn	Mexico	2021-22
7-Oct	261,264	Soybeans	Mexico	2021-22
7-Oct	314,256	Corn	Mexico	2021-22
4-Oct	426,800	Corn	Mexico	2021-22

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## NOPA CRUSH REPORT

	FI Sep-21	Trade Est*	Act- Trade*	Aug-21	Jul-21	Sep-20
Crush- mil bu	162.8	na	na	158.8	155.1	161.5
Oil Stocks-mil lbs	1625	na	na	1668	1617	1433
Oil Yield -lbs/bu	11.76	na	na	11.79	11.83	11.60
Meal Exports -000 tons	887	na	na	857	720	991
Meal Yield -lbs/bu	47.49	na	na	47.54	47.70	46.92

Sources: NOPA, and FI \*(Reuters) (Bloomberg)

Due out 10/15

Soybeans		Change	Soybean Meal		Change	Soybean Oil		Change
NOV1	1196.75	(1.50)	OCT1	313.40	0.50	OCT1	59.36	0.74
JAN2	1207.00	(3.00)	DEC1	311.90	(1.10)	DEC1	59.69	0.84
MAR2	1217.25	(3.25)	JAN2	313.90	(1.10)	JAN2	59.61	0.74
MAY2	1227.00	(3.00)	MAR2	316.60	(1.30)	MAR2	59.11	0.59
JUL2	1233.50	(3.25)	MAY2	320.20	(1.30)	MAY2	58.49	0.43
AUG2	1229.50	(5.25)	JUL2	324.10	(1.00)	JUL2	57.86	0.30
SEP2	1213.25	(5.50)	AUG2	324.90	(1.00)	AUG2	57.00	0.10
<b>Soybeans</b>	Spread	Change	<b>SoyMeal</b>	Spread	Change	<b>SoyOil</b>	Spread	Change
Nov-Jan	10.25	(1.50)	Oct-Dec	-1.50	(1.60)	Oct-Dec	0.33	0.10

Electronic Beans Crush		Oil as %	Meal/Oil \$	Meal	Oil		
Month	Margin	of Oil&Meal	Con. Value	Value	Value		
NOV1/DEC1	146.02	OCT1 48.64%	\$ (4,276)	689.48	652.96		
JAN2	139.29	DEC1 48.90%	\$ (4,624)	686.18	656.59	EUR/USD	1.1594
MAR2	129.48	JAN2 48.70%	\$ (4,376)	690.58	655.71	Brazil Real	5.5162
MAY2	120.83	MAR2 48.28%	\$ (3,806)	696.52	650.21	Malaysia Bid	4.1590
JUL2	115.98	MAY2 47.74%	\$ (3,074)	704.44	643.39	China RMB	6.4262
AUG2	112.28	JUL2 47.16%	\$ (2,306)	713.02	636.46	AUD	0.7379
SEP2	120.94	AUG2 46.73%	\$ (1,710)	714.78	627.00	CME Bitcoin	56983
NOV2/DEC2	119.44	SEP2 46.34%	\$ (1,186)	715.88	618.31	3M Libor	0.12375
JAN3	115.71	OCT2 46.13%	\$ (894)	714.78	612.04	Prime rate	3.2500
MAR3	121.12	DEC2 45.91%	\$ (600)	718.74	609.95		

### US Soybean Complex Basis

OCT	+76 / 79 x up2/up1			DECATUR	nov price unch
NOV	+80 / 83 x up2/up1	IL SBM	Z-5 10/12/2021	SIDNEY	-20 x unch
DEC	+70 / 76 f dn2/dn2	CIF Meal	Z+30 10/12/2021	CHICAGO	-30 x unch
JAN	+69 / 77 f up2/unch	Oil FOB NOLA	250 10/8/2021	TOLEDO	-30 x dn10
FEB	+64 / 70 h unch	Decatur Oil	700 10/8/2021	BRNS HRBR	nov price up10
				C. RAPIDS	nov price unch

Brazil Soybeans Paranagua fob		Brazil Meal Paranagua		Brazil Oil Paranagua	
OCT	+175 / +200 f dn5/unch	OCT	+33 / +42 v unch	NOV	+120 / +150 v up70/up50
NOV	+180 / +201 f unch/dn5	NOV	+33 / +42 v unch	DEC	+90 / +100 v up120/unch
FEB	+49 / +58 h up4/up6	DEC	+35 / +41 z unch	JAN	+30 / +150 f up60/unch
MCH	+35 / +40 h up3/up5	JAN	+20 / +33 f unch	FEB	-30 / +100 h up50/unch
APR	+27 / +31 k up8/up6	FEB	+12 / +20 f unch	MCH	-270 / -200 h up80/up50
	Argentina meal	344	31.9	Argentina oil:	Spot fob 60.8 1.09

Source: FI, DJ, Reuters & various trade sources

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)



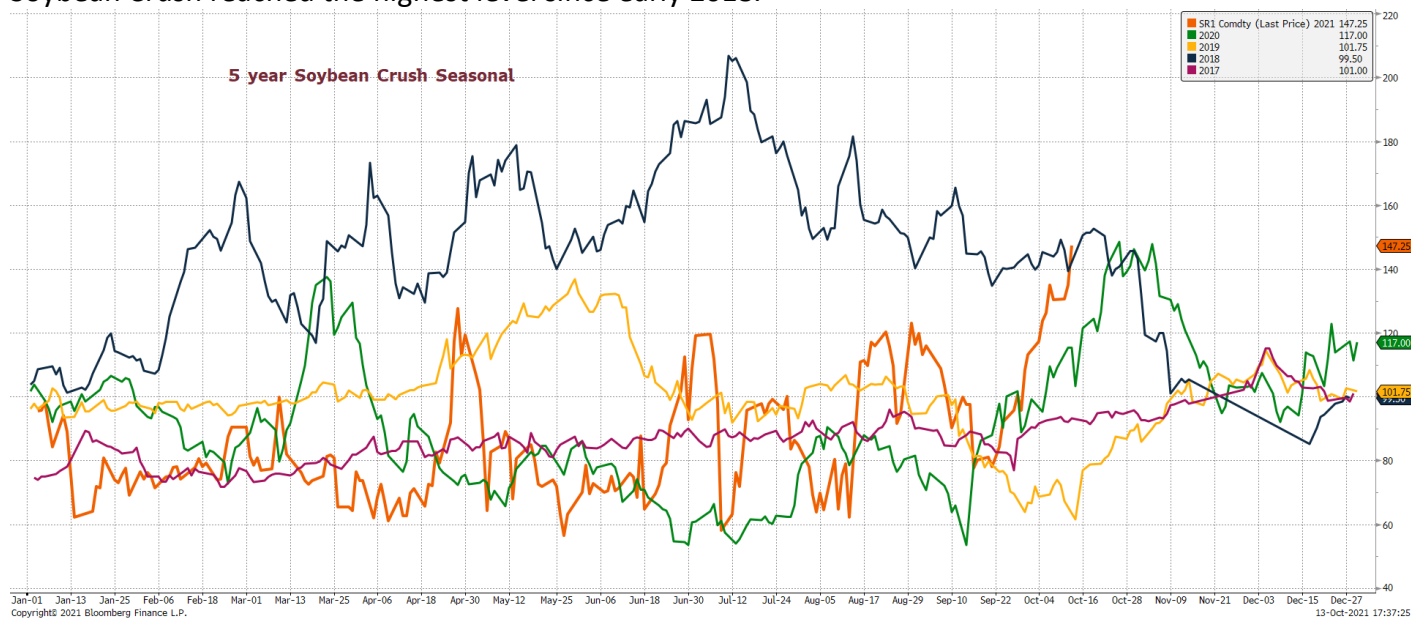
Updated 10/12/21

Soybeans - November \$11.50-\$13.00 range, March \$11.50-\$13.50

Soybean meal - December \$295-\$335, March \$300-\$360

Soybean oil - December 57-63 cent range, March 56-65

Soybean Crush reached the highest level since early 2018.



## Wheat

- US wheat traded lower on profit-taking from yesterday's USDA report rally.
- December Paris wheat ended down 6.75 euros at 264.74 €/MT.
- France's AgMin lowered soft wheat stocks to 2.4 million tons from 2.9 million, for the end of 2021-22.
- Iran is seen buying a record amount of wheat after they witnessed their worst drought in 50 years. They may need to buy 8 million tons this season (March-Feb) according to a source via Reuters and about 2 million tons had been delivered.

## Export Developments.

- Pakistan's lowest offer for 90,000 tons of optional origin wheat was \$388.83 a ton c&f.
- Jordan seeks 120,000 tons of wheat on October 20 for LH January-FH March shipment.
- Jordan canceled today's tender for 120,000 tons of wheat for LH December-FH February shipment.
- Results awaited: Japan's AgMin in a SBS import tender seeks 80,000 tons of feed wheat and 100,000 tons of feed barley for arrival by February 24.
- Jordan seeks 120,000 tons of barley on October 14 for LH December through FH February delivery.
- Japan seeks 119,512 tons of food wheat on Thursday for arrival by January 31.

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, IL 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

**Japan food wheat import details are via Reuters as follows (in tons):**

COUNTRY	TYPE	QUANTITY
U.S.	Western White	8,110 *
U.S.	Hard Red Winter(Semi Hard)	19,760 *
U.S.	Hard Red Winter(Semi Hard)	21,370 **
U.S.	Dark Northern Spring(protein minimum 14.0 pct)	9,079 **
Canada	Western Red Spring(protein minimum 13.5 pct)	32,475 **
Australia	Standard White(west Australia)	28,718 ***

Shipments: \*Arrival by Jan 31, 2022

\*\*Loading between Nov 21 and Dec 20

\*\*\*Loading between Jan 1, 2022 and Jan 31, 2022

Source: Japan AgMin, Reuters and FI

- Ethiopia seeks 300,000 tons of milling wheat on November 9.

**Rice/Other**

- Mauritius seeks 6,000 tons of white rice on October 26 for January 1-March 31 shipment.

Chicago Wheat		Change	KC Wheat		Change	MN Wheat Settle		Change
DEC1	717.75	(16.25)	DEC1	721.50	(18.25)	DEC1	948.75	(6.25)
MAR2	730.75	(16.50)	MAR2	729.25	(18.50)	MAR2	938.00	(5.75)
MAY2	736.75	(14.75)	MAY2	733.25	(18.00)	MAY2	923.75	(5.25)
JUL2	726.50	(14.25)	JUL2	728.00	(16.75)	JUL2	904.25	(5.00)
SEP2	729.00	(14.00)	SEP2	730.75	(16.00)	SEP2	812.00	(7.50)
DEC2	735.00	(13.25)	DEC2	738.00	(15.75)	DEC2	805.25	(8.75)
MAR3	737.75	(12.50)	MAR3	739.00	(15.50)	MAR3	0.00	0.00

Chicago Rice		Change	US Wheat Basis		Change	US Wheat Basis		Change
NOV1	13.82	0.115	JAN2	14.09	0.100	MAR2	14.22	0.055

Gulf SRW Wheat		Gulf HRW Wheat		Chicago mill	
OCT	+45 / 55 z unch	OCT	+170 z	up2	Toledo -10 z unch
NOV	+60 / 68 z unch	NOV	+170 z	unch	PNW US Soft White 10.5% protein BID -15 z unch
DEC	+70 / 80 z unch	DEC	+170 z	unch	PNW Oct 975 unchanged
0-Jan		JAN	+178 h	unch	PNW Nov 975 unchanged
0-Jan		FEB	+178 h	unch	PNW Dec 975 unchanged
					PNW Jan 1050 +5.00

Paris Wheat		Change	OI	OI Change	World Prices \$/ton		Change
DEC1	264.00	(7.50)	187,997	6,684	US SRW FOB	\$313.70	\$0.80
MAR2	261.00	(6.75)	168,368	18,190	US HRW FOB	\$354.40	\$1.90
MAY2	257.00	(6.50)	81,485	4,401	Rouen FOB 11%	\$307.27	\$6.50
SEP2	234.25	(5.75)	38,114	2,193	Russia FOB 12%	\$312.00	\$6.00
EUR	1.1595				Ukr. FOB feed (Odessa)	\$289.00	\$0.00
					Arg. Bread FOB 12%	\$377.63	(\$0.27)

Source: FI, DJ, Reuters & various trade sources

Updated 10/11/21

December Chicago wheat is seen in a \$7.00-\$7.75 range, March \$6.50-\$7.75

December KC wheat is seen in a \$6.95-\$7.80, March \$6.75-\$8.00

December MN wheat is seen in a \$9.00-\$9.75, March \$9.00-\$9.75

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, Il. 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## Traditional Daily Estimate of Funds 10/12/21

(Neg)-"Short" Pos-"Long"

	Corn	Bean	Chi. Wheat	Meal	Oil
Est.	279.0	20.4	2.3	(3.5)	64.8
13-Oct	(14.0)	(5.0)	(8.0)	(1.0)	2.0
14-Oct					
15-Oct					
18-Oct					
19-Oct					
<b>FI Est. of Futures Only 10/12/21</b>	<b>265.0</b>	<b>15.4</b>	<b>(5.7)</b>	<b>(4.5)</b>	<b>66.8</b>
<b>FI Est. Futures &amp; Options</b>	<b>279.0</b>	<b>14.2</b>	<b>(9.8)</b>	<b>(19.9)</b>	<b>66.3</b>
Futures only record long "Traditional Funds"	547.7 1/26/2021	280.9 11/10/2020	86.5 8/7/2018	167.5 5/1/2018	160.2 11/1/2016
Futures only record short	(235.0) 6/9/2020	(118.3) 4/30/2019	(130.0) 4/25/2017	(49.5) 3/1/2016	(69.8) 9/18/2018
Futures and options record net long	557.6 1/12/2021	270.9 10/6/2020	64.8 8/7/2012	132.1 5/1/2018	159.2 1/1/2016
Futures and options record net short	(270.6) 4/26/2019	(132.0) 4/30/2019	(143.3) 4/25/2017	(64.1) 3/1/2016	(77.8) 9/18/2018

## Managed Money Daily Estimate of Funds 10/12/21

	Corn	Bean	Chi. Wheat	Meal	Oil
Latest CFTC Fut. Only	243.6	47.1	4.6	(31.9)	74.5
Latest CFTC F&O	250.6	49.5	5.2	(32.1)	75.2
FI Est. Managed Money F&O	219	13	(8)	(39)	64

## Index Funds Latest Positions (as of last Tuesday)

Index Futures & Options	384.3	179.2	133.4	NA	118.5
Change From Previous Week	0.0	0.0	0.0	NA	0.0

Source: Reuters, CFTC & FI (FI est. are noted with latest date)

**Terry Reilly** Grain Research

Futures International | One Lincoln Centre, Suite 1450

18 W 140 Butterfield Rd. | Oakbrook Terrace, Il. 60181

W: 312.604.1366 | [treilly@futures-int.com](mailto:treilly@futures-int.com)

## USDA Export Sales Estimates/Results in 000 tons

	ESTIMATED 10/7/2021			9/30/2021 Last Week			10/8/2020 Year Ago		
<b>Beans</b>	21/22	900-1200		21/22	1,041.9		20/21	2,631.3	
				22/23	0.0				
					Sales to China	671.3		Sales to China	1,592.5
<b>Meal</b>			Shipped			Shipped			Shipped
	21/22	150-300	50-100	21/22	369.6	0.0	20/21	152.2	227.1
<b>Oil</b>			Shipped			Shipped			Shipped
	21/22	-5 to +5	0-5	21/22	38.5	0.0	20/21	1.4	18.3
					Sales to China	0.0		Sales to China	(8.6)
<b>Corn</b>	21/22	700-1100		21/22	1,265.1		20/21	655.2	
				22/23	0.0				
					Sales to China	8.3		Sales to China	140.7
<b>Wheat</b>	21/22	300-450		21/22	333.2		20/21	528.5	
				22/23	0.0				

o/c=Old Crop, n/c= New Crop

Source: Futures International and USDA

# Disclaimer

TO CLIENTS/PROSPECTS OF FUTURES INTERNATIONAL, SEE RISK DISCLOSURE BELOW:

THIS COMMUNICATION IS CONVEYED AS A SOLICITATION FOR ENTERING INTO A DERIVATIVES TRANSACTION.

Any trading recommendations and market or other information to Customer by Futures International (FI), although based upon information obtained from sources believed by FI to be reliable may not be accurate and may be changed without notice to customer. FI makes no guarantee as to the accuracy or completeness of any of the information or recommendations furnished to Customer. Customer understands that FI, its managers, employees and/or affiliates may have a position in commodity futures, options or other derivatives which may not be consistent with the recommendations furnished by FI to Customer.

The risk of trading futures and options and other derivatives involves a substantial risk of loss and is not suitable for all persons. In purchasing an option, the risk is limited to the premium paid, and all commissions and fees involved with the trade. When an option is shorted or written, the writer of the option has unlimited risk with respect to the option written. The use of options strategies such as a straddles and strangles involve multiple option positions and may substantially increase the amount of commissions and fees paid to execute the strategy. Option prices do not necessarily move in tandem with cash or futures prices. Each person must consider whether a particular trade, combination of trades or strategy is suitable for that person's financial means and objectives.

This material may include discussions of seasonal patterns, however, futures prices have already factored in the seasonal aspects of supply and demand, and seasonal patterns are no indication of future market trends. Finally, past performance is not indicative of future results.

This communication may contain links to third party websites which are not under the control of FI and FI is not responsible for their content. Products and services are offered only in jurisdictions where solicitation and sale are lawful, and in accordance with applicable laws and regulations in each such jurisdiction.