



Govt shutdown: Day 27

Time: 7:15 AM CT

Special Trading Hours In-Effect on Mon 1/21 for MLK Day

Thu: Brazilian ag consultant Celeres cut est. Brazil soybean crop to 117.2mmt, temps have been in the 90s this week and w/ little rain trade was higher overnight. USD index made relative peak just above 96 but is trading lower on Thu, gains stalled after PM May survived no-confidence vote. **Wed:** Soybeans faced some volatility yest., trading within a 9¢ range and made a late rally to save face and finish the day up 1.25¢; some light rains fell in southern Brazilian state of Parana and in northern Brazil. As a whole, ags were quiet on the day w/ minor gains across the board. Still no progress on gov. shutdown in sight, House speaker Pelosi even urged pres. Trump to delay SotU speech until gov is reopened.

Reminders:

- 1/21 MLK Day
- 1/25 Cattle on Feed
- 1/29 FOMC Meeting
- 2/8 Crop. Prod., S&D

Market Factors

- Large snow storm over central Midwest today, expected to drop up to 3in of snow over MO, IL
- Several Korean trading houses still in market for corn, two opt. origin purchases made yest.
- CFTC: Index funds w/e 12/18 C +322K ↑ B +133K ↓ Meal +84K ↑ Oil +104K ↓ SRW +121↓K
CFTC: Mngd funds Net (F+O) C128k ↑ B flat Meal (4K) ↓ Oil (48K) ↑ SRW (6K) ↓

7:00 AM CT Snapshot

Corn (¢)	Up 1.25
Beans (¢)	Up 3.75
Wheat (¢)	Up 0.75
Meal	Up 10¢
Soyoil	Up 9 points

Spreads a/o Prev. Settlement +=carry

CH9CK9	8 ¼	SH9SN9	26 ¼
CK9CN9	7 ¾	WH9WK9	5 ½
CU9CZ9	5 ½	WH9WN9	10 ½
SH9SK9	13 ½	KWH19KWK19	11
Mar. Crush	\$0.9825↑	KWH19KWN19	21 ¾

Technical ¢Factors

	Support	Resistance	RSI
CH19	370	375	45
SH19	895	900	46 ↓
SMH19	310	315	45 ↓
WH19	510	520	48
KWH19	495	500	46
CTH19	72	74	43 ↑

Weather/Other News

- **MLK Day Trading Hours** Pre-open extended to 4pm CT on Sun., **trade on Mon. will be pre-open session entirely** w/ regular market reopening Mon night at 7pm CT
- USDA will temporarily reopen select **FSA** offices to assist with loans and provide 1099 tax documents
- Acting EPA head Andrew Wheeler said that proposal of **E15** rule being delayed past original goal of Feb. by gov. shutdown
- Rains in northern **Argentina** inundating many farms, reports of soybeans needing to be replanted due to inundation
- **EIA** ethanol prod. rose to highest total in six weeks, an increase of 5.1% while stocks also increased slightly by 0.4%
- **Strategie Grains** est. for '19 EU crop prod. shows totals bounce back after drought ravaged crops this past year: **wheat** 146.4mmt **corn** 62.4 mmt

Option Volatility %

a/o Prev. Settlement	Date	Million bu.	Corn	Beans	Wheat	Milo	
CH19	15.0 ↑	1/14 Mon	Expt Inspex (M bu) (All are 18 crop)	39.9	39.9	20.1	0.3
CN19	17.2 ↔	11/26 Mon	C/SB/M % hvst; (W Wht % pltd) Final	94%	94%	95%	89%
SH19	13.7 ↔	1/16 Wed	EIA ethanol prod = 309M gal (↑5.1)	108-112M	----	----	----
SMH19	14.6 ↑	12/20 Thu	Export sales '18 crops M bu.	77.7M	104.2M	11.5M	0.0M
WH19	19.3 ↑	12/21 Fri	Grain under loan '18 crop	584.8(↑95.9)	152.1(↑17)	43.3(↑3.0)	0.7 (↑0.2)
KWH19	19.3 ↓	1/16 Mon	Dec. NOPA Soybean Crush		171.8M		

	CORN	BEANS	SRW	HRW	TXG	Other basis	CORN	DDG	SBNS	WHT	MILO
Gulf Brg						Ctrl IL (srw)	-9H↓	\$145-150	-27H	-20N	STL
FH Jan	+46/48H	+18/22H	+84/90H	+143/153H		KC (hrw)	-4H	\$160-173	-50H	+25H	+40H
Jan	+46/48H	+18/22H	+84/90H			Eastern IA	-17H↑	----	-60H	----	----
Feb	+50/51H	+18/21H	+86/90H			Eastern NE	-18H	\$145-160	-68H	----	----
Mar	+53/55H	+19/21H				Mankato, MN	--	\$145-165	-58F	----	----
Apr	+48/50K	+10/18K				Cincy, OH	-20H↑	\$155-160	-50H	----	----
			PNW	January		Hereford, TX	+64H	----	----	----	----
			Corn	+83H		SOYMEAL (Lincoln, NE)	-23H	(Decatur IL)	-29H	(Sidney OH)	+0H
			Sbns	unq.							

Misc News

	BRG FRT (Bid/Ask)	STL 340/360%	IL 425/450%	OH 400/425%	Mem 340/360%	Dec. 11 S&D	18/19 Corn	18/19 Bns	18/19 Wht
						Carry-in	2140	438	1099
						Product	14626	4600	1884
						Usage	15030	4107	2149
						End Stox	1781	955	974

- UK PM May narrowly survived vote of no-conf., though EU exit remains uncertain
- House speaker Pelosi penned letter to Pres addressing security concerns for SotU
- Blowing an air horn during a golfer's swing is a classic prank, and if you're hiding on the course to do that, then Nike's new golf shoes made of turf will help you blend in perfectly

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