

MORNING GRAIN COMMENTARY

Morning Trends:
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as of 5:00 AM CST
Corn 1 to 3 lower
Wheat 1 to 3 lower
Beans 2 to 4 lower
Soy Meal .5 around
Soy Oil 45 to 50 lower

The Stories of the Day:
Elections matter especially when it comes to US Monetary Policies President Biden's Choice For Fed Chair Heats Up (barchart.com)
The underreported drought of the Middle East up to the Black Sea Syria reservoir dries up for first time (msn.com)
The Drive for a third term and a place with the immortals Chinese leaders issue official history to elevate Xi (msn.com)
Working together on the Climate, is better then the recent war of words on other issues In surprise move, U.S. and China vow to work together on climate change (msn.com) and is it already bearing fruit??? Chinese President Xi Jinping warned on Thursday against a return to Cold war-era tensions in the Asia Pacific, urging greater cooperation on pandemic recovery and climate change. (msn.com)

Weather: There is a ridge moving out of the East, a trough in the Central U.S., another ridge developing in the West, and a trough still in the North Pacific. The trough is deepening while continue to move east. It will be slow to leave the country until next week, however. The ridge will do its best to shield the country from storm systems but will largely fail as a clipper moves through the northern tier of the country this weekend, and the Pacific trough will move through Canada and the northern U.S. next week. The U.S. and European models are in fair agreement through the middle of next week but differ at the end of our period. I will use a blend but favor the European. For the outlook period, temperatures on Tuesday will be near to below normal across the East and above normal elsewhere. Cooler temperatures will make their way into the Pacific Northwest and eventually east through the country next week, keeping the roller coaster ride of temperatures going. A system will move through the country in the middle-to-end of next week with scattered showers. Another system may develop late next week and weekend in the Plains with more showers. -DTN

NORTHERN PLAINS (LIVESTOCK/CORN): Light to moderate showers moved through on Wednesday. Cold air funneling into the region will bring scattered snow showers to the eastern portions of the region through early Friday. That will come with strong winds as well, causing blizzard conditions, drifting snow, and impacting the remaining corn harvest. A clipper-like system will move through on Saturday with another stripe of snow possible across the region. A system next week is expected to miss the region with precipitation. -DTN

CENTRAL/SOUTHERN PLAINS (LIVESTOCK/CORN/SOYBEANS/WINTER WHEAT): Poor conditions continue for winter wheat in western areas while eastern areas are faring better. A system brought scattered showers and some severe weather to eastern areas on Wednesday while western areas remained dry. Overall conditions continue to be unfavorable for winter wheat in the west while conditions are much better in the east. -DTN

MIDWEST (CORN/SOYBEANS/WINTER WHEAT): A large storm system is wrapping up in the region Thursday, bringing a line of showers eastward and some snow to northwestern areas with potential accumulations. Widespread delays are expected for the remaining harvest. Breezy winds are also a hazard with this system. A secondary system will move through over the weekend and add more precipitation to the region, with snow accumulations possible across the north. -DTN

DELTA (SOYBEANS/COTTON/WINTER WHEAT): A system is bringing scattered showers through the area early Thursday, benefiting winter wheat establishment but could impact the remaining harvest. -DTN

SOUTHEAST (COTTON/LIVESTOCK): A front will move through Thursday with scattered showers that negatively could impact harvest. But drier weather will follow so this should be a brief occurrence. -DTN

PACIFIC NORTHWEST (WINTER WHEAT): Several waves of precipitation will move through over the next week, each bringing potential for helpful showers. But most areas are likely to only see light precipitation and cooler temperatures through the week will slow growth on wheat. -DTN

BRAZIL (WINTER WHEAT/CORN/SOYBEANS): Daily scattered showers will continue across central areas for the next week. Dryness over Rio Grande do Sul this week has been the only area with detrimental conditions. The dryness has helped with the remaining wheat harvest. But scattered showers are likely to move through southern areas over the weekend and next week as well for overall beneficial conditions for corn and soybeans. -DTN

ARGENTINA (WINTER WHEAT/CORN/SOYBEANS): Isolated showers have been popping up through the week, mostly for the drier western areas, keeping soils from getting too dry. A system should push through the country over the weekend and bring widespread scattered showers, which would be favorable for corn and soybean planting and early growth. It may start to get drier after the front pushes through, but models are mixed on how much precipitation will occur next week. -DTN

EUROPE (WINTER WHEAT/CORN): A low pressure system in the Mediterranean will continue to produce occasional showers for Spain and Italy through the weekend while northern areas should be drier, helping to finish up fall harvest. Overall, conditions continue to be mostly favorable for winter wheat development. -DTN

UKRAINE/SOUTHWEST RUSSIA (WINTER WHEAT): Some showers moved through the region earlier this week but has not been enough to reverse the dryness so far this fall for winter wheat establishment. Mostly dry weather through the weekend will not be beneficial and temperatures are forecast to fall early next week as a fairly dry system moves through. -DTN

AUSTRALIA (WINTER WHEAT/CANOLA/COTTON/SORGHUM): Systems moving through eastern areas since last week continue to provide good moisture for summer cotton and sorghum but putting some pressure on wheat and canola harvest. Another large system will move through on Thursday before the region goes on a drier trend next week. -DTN

Headlines:

- > Malaysian Jan Palm Oil Markets closed down 36 Ringgits
- > Dalian Futures mostly higher Jan corn down 22 to the Yuan, SF up 34, Jan meal up 31, Jan bean oil up 246, Jan Palm oil up 286
- > Asian Equity Markets were higher, Japan's Nikkei up .5%, China's Shanghai up 1.0%
- > European Equity Markets are higher, German Dax up .2%, London FTSE up .3%
- > MATIF Markets are higher, Jan Corn up 2.0 to the Euro, Feb Rapeseed up .25, Dec Wheat up 1.25
- > Save the Date...Oct 31st– Nov 12th ...Glasgow for COP26...Nov 12th
- > Save the Date...Some time in Nov...reports out of Brazil that millers and truckers next week will start to check for GM contamination in wheat imported from Argentina...and in Argentina: ...exporters have asked the government to identify farmers who are growing drought-resistant genetically modified (GM) wheat, so they can halt sales from those areas until top importer Brazil approves the technology. Exporters say if any GM wheat is shipped from Argentina, all international sales of the grain may be shunned due to concern about possible cross-

contamination from GM to non-GM cargos, given some consumers' aversion to bread made with GM flour. - Reuters

> Save the Date...Nov 15th...NOPA Crush

> Save the Date...Nov 25th...US Thanksgiving

> Save the Date...Dec 2nd...OPEC + meetings

> Save the Date...Dec 3rd...US employment numbers

> Save the Date...Dec 14th...FOMC Meeting results

> Save the Date...Dec 14th...NOPA Crush

> Covid update [COVID Vaccine Holdouts Say Nothing Will Change Their Minds. Now What? \(yahoo.com\)](#)

> Sudan deep dive [Analysis-Sudan's military rulers draw on Bashir-era veterans to tighten grip \(msn.com\)](#)

> Ethiopia update [U.S. joins last-ditch bid to stop Ethiopia conflict spiraling into an all-out civil war, and "time is short" - CBS News](#)

> Bird Flu update [The Netherlands confirms avian influenza outbreak in Lutjegast | The Poultry Site](#)

> ASF rears its head once again in Vietnam [African swine fever hits Vietnam's central region \(bignewsnetwork.com\)](#)

> FAW/Locust kind of quiet today

> Australia the rain bomb goes boom, 2.0 [Australia braces for more flooding \(msn.com\)](#)

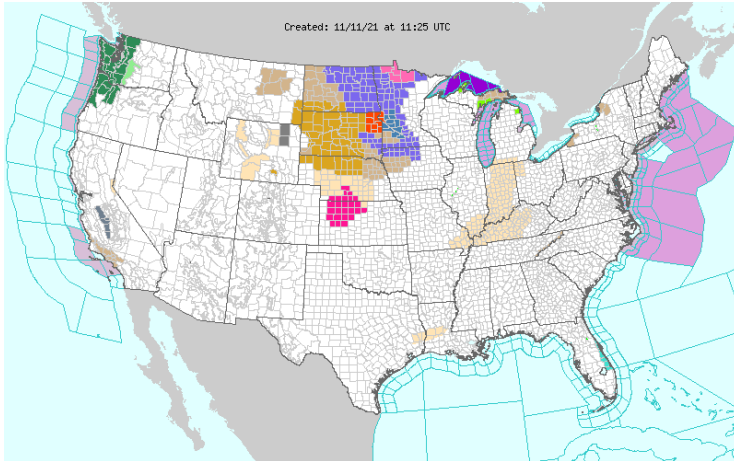
> Of note Today is a Federal Holiday here in the states but CME Ag products will be trading normal times...what will not be normal, USDA Weekly Exports Sales will be out Friday morning at 7:30 AM CST we feel wheat export sales will fall in between 300-500,000 MT, corn 800-1.0 MMT, bean 1.5-1.8 MMT, meal 100-300,000 MT, and oil 5-25,000 MT...Weekly CFTC numbers are expected at their normal time of 2:30 PM CST this Friday we feel as of the close of 11/9 the MM funds were short 2,000 W, long 56,000 KW, long 15,000 MW, long 303,000 C, long 14,000 S, short 5,000 SM, and long 75,000 BO

> OP/ED Newsweek...quick way to beat back high prices??? [It's Time to End the Trade War With China | Opinion \(msn.com\)](#)

Commentary

It is said a good trial lawyer never asks a question they do not have the answer already in their hip pocket. No one has ever asked us to be a trial lawyer. With that said, we do have a question. We all have been talking about the high cost of crop inputs and how it will be a factor for 2022 crops around the world. As usual we are focused on this potential factor for crops in exporting nations. Now it is clear that world yields will be impacted by net importing nations abilities to manage their domestic crops. We also know that the number one substitute for wheat is rice and the number one substitute for rice is wheat. Many emerging market economies around the equator nations grow a lot of rice. The trip wire of high inputs and its potential impact on yields maybe world rice production. The last thing we need right now in a world with a tight balance sheet for wheat is drags on world rice production.

Anybody out on that big lake they call Gitche Gumee, the winds of Nov have come early...better shake it over to Whitefish Bay



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