

**MORNING GRAIN COMMENTARY**

**Morning Trends:**

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as of 5:00 AM CDT

Corn 6 to 8 higher

Wheat 13 to 15 higher

Soybeans 2 to 4 higher

Soy Meal .5 to 1.0 lower

Soy Oil 40 to 45 higher

**Short Range Weather:** In central Florida, ongoing major to record river flooding across a couple of river basins is expected to continue well into this week and will be slow to recede in the wake of Ian. Locally heavy to excessive rain is possible along the immediate Mid-Atlantic coast. Elevated fire weather conditions are expected in the central Plains. It will be warm in the Northwest and the Plains. **NWS**

**Long Range Weather:** There is a ridge across most of North America, a trough due to Ian in the Mid-Atlantic, and a small trough in the Northern Rockies. A trough will dive through Canada late this week and force the other troughs along. Another trough will move through Canada next week, digging into the East by late in the week. The ridge will remain dominant in the West, however. The U.S. and European models are in fair agreement. I will use a blend but favor the European. For the outlook period, temperatures on Saturday will be above normal in the West and near to below normal in the East. Temperatures should gradually rise for most areas this weekend into next week, but another cold shot will move through with a stronger trough and cold front later next week. Some showers may develop ahead of that front in the southwestern Plains, but the system itself should produce better shower coverage, which is expected across the Corn Belt and could mess with harvest in some areas.

**NORTHERN PLAINS (LIVESTOCK/CORN/SOYBEANS):** Isolated to scattered showers developed over the weekend as a system remained parked in the northern Rockies. The system will finally push east on Tuesday ahead of a cold front that will sweep through the country. A shot of cold air will come with the front but will be brief. Some disruptions in limited areas are possible because of the recent showers, but conditions continue to be mostly favorable for harvest. -DTN

**CENTRAL/SOUTHERN PLAINS (CORN/SOYBEANS/WHEAT/LIVESTOCK):** A weak system in the northern Rockies produced a few isolated showers in northern Colorado and Nebraska, but most areas stayed dry over the weekend. The system will finally push eastward Tuesday, but a cold front will come in behind it, bringing temperatures down significantly. Some showers may develop both with the system and behind the front this

**The Stories of the Day:**

**Ukraine Russia** [NATO warns of mobilization of Russian submarine 'Belgorod', carrier of the Weapon of Apocalypse \(msn.com\)](#) [Putin's Claims to Donetsk Are News To Some Residents of Newly-Liberated Lyman \(msn.com\)](#) [Ukraine leads successful counteroffensive as Russia loses ground | Watch \(msn.com\)](#)

**Putin's Dad's army, led by Granddads** [Half of mobilised men in Russian region sent home, commissar fired - governor \(msn.com\)](#)

**Iran protest** [Iran protests enter third week despite heavy crackdown \(msn.com\)](#) some how you knew this was coming [Iran's supreme leader breaks silence on protests, blames US \(msn.com\)](#)

**Brazil Election** [Brazil presidential race goes to Lula-Bolsonaro runoff, says election authority | Reuters](#)

**Another major hurricane impacting N. America...Hurricane Orlene** [Hurricane Orlene strengthens into Category 4 storm as it heads toward western Mexico \(msn.com\)](#) the good news if there is any such thing with a Cat 4...remnant moisture could makes it way to the Drought stricken areas of N. Mexico and the SW US Plains

**China Covid** [In China, Living Not 'With Covid,' but With 'Zero Covid' - The New York Times \(nytimes.com\)](#)

week in the southwestern portions of the region. A few more showers may develop ahead of the next system early next week. While the showers will be welcome, they will not put much of a dent into the ongoing drought, which continues to be limiting for winter wheat planting and establishment. -DTN

**MIDWEST (CORN/SOYBEANS/WINTER WHEAT):** Some light to moderate showers in Ohio due to Ian's remnants and a few showers in Minnesota over the weekend likely produced little to no delays in the ongoing harvest. A system out in the northern Rockies will move eastward through the region Tuesday and Wednesday and will be followed by a strong cold front that could mean more widespread frosts and freezes for more of the region for a couple of mornings late this week and weekend. Neither the system or front is expected to produce much rain, however. -DTN

**DELTA (SOYBEANS/COTTON):** Dry conditions are forecast for the next week. Harvest conditions continue to be quite good. -DTN

**BRAZIL (CORN/SOYBEANS/WHEAT):** Recent showers have continued to provide good soil moisture for Brazil as planting increases. The daily wet season showers in central Brazil have started up, and another front is forecast to bring showers through the region later this week. Both bode well for continued corn and soybean planting and establishment. -DTN

**ARGENTINA (CORN/SOYBEANS/WHEAT):** Dryness continues to create unfavorable conditions for developing wheat and corn planting. Scattered showers will move through with a cold front Tuesday and Wednesday, but amounts are expected to be scattered and mostly light. The country is in desperate need for rain, but heavier amounts are not on the horizon. -DTN

**EUROPE (WHEAT/CORN):** Widespread showers continued over the weekend, filling most soils for good winter wheat establishment. The continent will dry out quite a bit this week, allowing for better fieldwork and allowing newly planted seeds to get some sun and warmth. Another system will move through this weekend into next week, with chances for more widespread showers again. -DTN

**BLACK SEA (CORN/SUNFLOWERS/WINTER WHEAT):** Recent showers have increased soil moisture for most areas of the region, especially in Ukraine. The showers continue early this week with western Russia seeing some better rains. The region will dry out and get warmer later this week into next week, allowing newly planted seeds to get some sunlight and better growth, as well as allow for more harvest to complete. -DTN

**AUSTRALIA (WINTER WHEAT/CANOLA):** Scattered showers went through western areas over the weekend, while it was drier in the east. A strong system is forming in the middle of the country and will bring widespread rains to eastern areas this week. A stronger push of cold air will follow behind it late this week and into next week. Outside of the colder temperatures, conditions continue to be good for reproductive to filling winter wheat and canola. -DTN

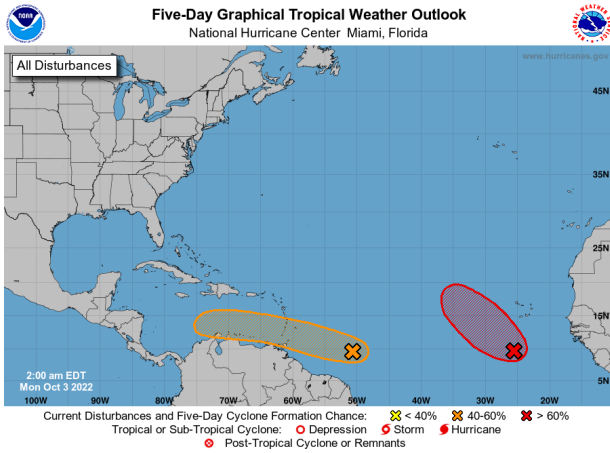
**Headlines:**

- > Malaysian Dec Palm Oil Market up 12 Ringgits
- > Dalian Futures markets closed this week Jan Corn up to the Yuan, Jan Soybeans, Jan Meal, Jan Bean Oil, Jan Palm Oil
- > Asian Equity Markets were mixed Japan's Nikkei up 1.1% China's Shanghai closed all week for Autumn festival
- > European Equity Markets are lower, German Dax down .8%, London FTSE 100 down .6%
- > MATIF Markets are mixed Nov Corn up 2.75 to the Euro, Nov Rapeseed down 2.25, Dec Wheat up 2.0
- >

- > Save the Date...Oct 5<sup>th</sup>...OPEC+ meets to decide Nov output...DJ article suggest a 1.0 million barrel a day cut is coming [OPEC+ to Weigh Production Cut to Bolster Oil Prices \(msn.com\)](#)
- > Save the Date...Oct 7<sup>th</sup>...US Employment Numbers
- > Save the Date...Oct 12<sup>th</sup>...USDA S&D
- > Save the Date...Oct 16<sup>th</sup>...The Chinese Communist Party's twice-a-decade leadership congress will begin
- > Save the Date...Oct 30<sup>th</sup>...Brazil goes to the polls for round two of their Presidential election
- > Save the Date...Nov 6<sup>th</sup>...In the US we fall back to standard time
- > ASF/FAW/Locust all quiet today
- > Bird Flu back to the UK [Worst bird flu outbreak in UK could put Christmas turkeys at risk, says NFU, if avian influenza gets among flocks \(kentonline.co.uk\)](#)
- > CFTC on Friday said as of the close of 9/27 MM Funds were long 4,236 MW, long 23,845 KW, short 14,397 W, long 237,854 C, long 94,831 S, long 93,545 SM, long 58,417 BO
- > Russia's Ag Minister on Monday suggested they may consider offering trade finance to importers of Russian grain due to sanctions. -QT

**Commentary:** Post the Sept USDA S&D numbers we bulls were left pointing out that there was still a pathway to a tight new crop carryout number of under 1.0 billion bushels if the national yield for corn fell under 170.0 bushel an acre. Market bears, with hard numbers supporting them acknowledged that a path to under 1.0-billion-bushel corn carry out but with expected cuts in exports and ethanol usage that keeping the national carryout over the Red Flag area of 1.0 billion was the likely path forward. That the hopes and dreams of the CH 8-dollar bull were most likely just that, a dream. But after last Friday's surprise lowering of the old crop carryout from 1.525 to 1.377 billion bushels the bear dream of 5.50 CH might be just that a dream. Now to keep the carryout from entering the Red Flag Zone the market will demand to see cuts in exports and ethanol usage. And if the national corn yield does sink below 170-bushel an acre, well let's just say the Delta and SE US corn farmer you better plant early and often this spring, and if you do not mind use some short season corn, we will need these bushels by late August and early September.

Another Gulf Event???



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