

November 5, 2013

ADVANCE INSIGHT

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Transportation

	TW/NW/Nov	Dec	Jan	Feb	Mar
St. Paul Savage	500/500/500				
Dub South	535/535/530				425
St. Louis 12'	525/525/500	375	360	350	350
Illinois	600/575/550	460	460	425	400
OH/Jeff/Cinn	575/575/500	425	425	400	375
Gulf/PNW	\$0.700 / bushel				
BN Shuttles	2700/2800/1900	1250	500	413	413
UP Shuttles	700/700/700	450	250	150	150

Cash Corn Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF Nola	79z/75z -5	74z/74z	65h/65h	65h	
PNW	140z/140z 15	130z/130z	115h/115h	115h	115h

	Nov FH/LH		Nov FH/LH
Cols CSX 65	-16z/-18z 2.0	Chicago	20z/20z 4
Ft. Wayne N/S 75	-19z/-10z -9.0	Pekin ethanol	8z/6z 2
Evansvl 15s	-8z/-5z -3.0	Decatur, IL	12z/12z -3
Toledo	/ x	Champaign CN 25	0z/0z x
UP Grp 3	8z/8z 8	Clinton, IA	12z/12z -12
Dexter, MO	/ x	Columbus, NE ethanol	16z/18z
Fayne, OH	-18z/-14z -4.0	Muscatine Truck	10z/10z unc
Ottawa	-5z/3z 5	Hereford COBO B/E	66h/66h unc

Cash Bean Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF Nola	91x/91f unc	102f/102f	95f/95f	100h	
Paranagua	250f/250f unc	/	55f/55f	42h	18h

	Nov FH/LH		Nov FH/LH		Nov FH/LH
Columbus	7x/16x -9.0	CN25	10x/10x x	Mankato	-12f/-12f 4
Toledo	-15x/-15x x	Chicago	0x/0x unc	Cncl Bluf	-10x/-10x 2
Fostoria	-5x/-5x x	Decatur	12f/12f 4	Lincoln	-15f/-15f unc
Windsor	5f/5f unc	Naples	5x/5x unc	KC	10f/10f 5
PNW	150f/150f -5	Ottawa	-5f/5f x	Wichita	10x/10x unc

Cash Milo Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF Nola	92z/92z unc	/	/		
Houston	110z/85z unc	85z/75z	75h/75	75h	70h
Corpus Christi	105z/105z unc	105z/105z	75h/75	75h	70h

Cash Wheat Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF SRW	90z/90z -5	85z/85z	78h/78h	76h	
TX Gulf HRW	125/125 unc	/	/		

	Nov FH/LH		Nov FH/LH
SRW	24z/24z 1	HRW	110z/120z 7
St. Louis	/ x	KC Ords	138z/148z -2
Toledo (Mill)	/ x	KC 12s	120z/130z unc
	Nov FH/LH	KC 13s	115z/125z unc
PNW	115z/115z x	KC 14s	

Deliverable Stocks of Grain

(thousands of bushels)

Corn		Change from LW	Change from LY
Illinois River	2647	808	1128
Chicago	970	301	397
Total	3617	1109	1525

Soybeans			
Illinois River	3990	15	2008
Chicago	1333	518	-819
Total	5323	533	1189

CBOT Wheat			
Toledo	26677	-65	-468
Chicago	10757	123	-2824
St. Louis	491	4	-1398
Total	37925	62	-4690

KCBOT Wheat			
Salina	17925	-719	-7550
Hutch	25345	-607	-2533
KC	11985	-64	1351
Total	55255	-1390	-8732

Corn

New lows with CZ trading a quiet 3 cent range closing -1 ¼ c. The wait for the 2 month update from usda on Friday is tiring. Dec ethanol futures -2c, Crude -\$1.20, US\$ +.2%. Rain delaying harvest again which is frustrating to buyers and helpful for plugged elevators. Wet corn continues to slow harvest as well. Is corn going into bins too wet to keep long term? Several ethanol plants coming back up has ATI research increasing annual grind +185 mbu to 5.0. USDA in Sept was 4.9bbu. No news on EPA change for RFS. ATI exports +50mbu to 1.275 vs usda at 1.225. YTD export sales are 66% of annual estimate; a 25 year high for this time of year. Farmer selling has picked up the last 2 days, but overall we are still on pace to see record low harvest sales. This is keeping end users from securing much more than a few weeks of ownership and it's not uncommon to hear of basis short positions. Fob Chicago on a barge in December is 5c below dve, with IL river 4c over dve. IA processor basis trades are commonly +25cz. UP and BN rail bids are all about freight with BN still the taking the prize for highest cars at \$3000. UP basis felt softer today. Eastern rr crossings are 5-8c firmer than a week ago, with plenty of harvest to go. Current basis levels and farmer selling pace will be supportive to spreads.

Trent Sauder

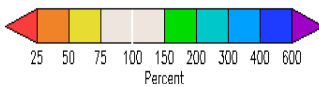
Daily Spreads					
Corn					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(10.50)	unc	-17.39	60.4%	2.7
Dec3-Jul4	(25.25)	unc	-40.31	62.6%	2.8
Dec3-May4	(18.25)	unc	-28.66	63.7%	2.9
Mar4-Jul4	(14.75)	-0.25	-23.00	64.1%	2.9
Beans					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Nov3-Jan4	9.00	1.00	-15.02	-59.9%	None
Nov3-Mar4	23.00	-0.75	-29.55	-77.8%	None
Nov4-Jan5	(6.00)	-0.25	-14.41	41.6%	0.7
Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(11.25)	0.50	-18.74	60.0%	2.5
Mar4-May4	(5.75)	0.50	-12.15	47.3%	1.7
May4-Jul4	2.25	1.25	-12.58	-17.9%	None
KCBOT Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(3.50)	-1.00	-21.96	15.9%	-0.2
Mar4-May4	0.50	unc	-14.25	-3.5%	None
Mar4-Jul4	12.00	-1.00	-28.98	-41.4%	None

South American Weather Outlook

<http://www.wxmaps.org/pix/clim.html>

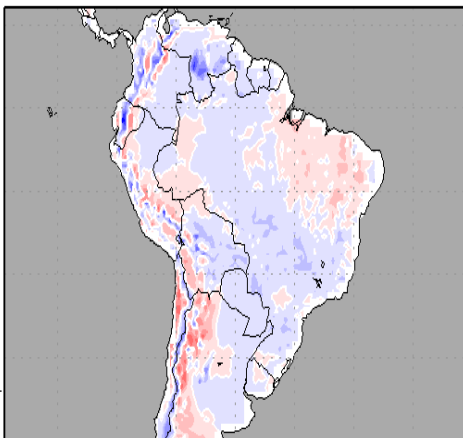
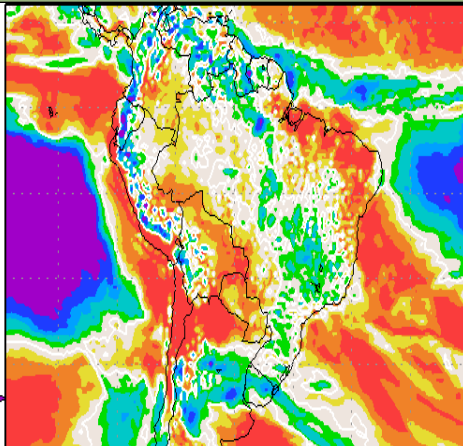
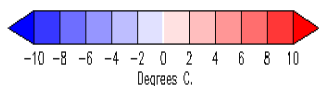
Precipitation (percent of normal)
during the first 7.5-day period:

Tue, 05 NOV 2013 at 12Z
-to-
Wed, 13 NOV 2013 at 00Z



Temperature Anomaly
during the first 7.5-day period from:

Tue, 05 NOV 2013 at 12Z
-to-
Wed, 13 NOV 2013 at 00Z



Beans

Nov beans saw mostly redeliveries as the IWDS continues to trade around DVE. Open interest in the SX is dn to 8,700 contracts and last trading day is the 14th. CIF had a slightly firmer tone with Nov 95/97, Dec 102/104 and Jan 97/101. Most processors are vs. SF and in the process broke basis 5 – 15c. These processors are now trying to firm bids as the reality that the 2013 bean harvest is almost done. Processor bids were steady to up 2 – 5c. Barge frt has a softer tone with excess supply on the Mid and Upper Miss. PNW posted bids are 10c off of recent highs but with BNSF shuttle freight trading at \$4,000 and offered today at \$4,300 it will be hard to break a S/E market. Posted truck meal basis was steady to weaker. Dr. Cordonnier is estimating South American bean production up 14.4 MMT vs. LY or 529 mbu.

Nathan Mangold

Wheat

Market looking to the likely realization of more stocks and less export demand in the U.S., kept prices under pressure on all the wheat exchanges. Funds were estimated sellers of 3000 contracts in Chicago. Not only are conditions improving in the HRW but reports out of the Black Sea are also improving and weakening prices there. The cheaper board is encouraging a few wheat tenders with Jordan looking for 100tmt of option origin milling wheat and Egypt tendering for 55-60tmt of US SRW/SWW, Ukraine or Australian origin. Movement of HRS out of Canada has been slowing down due to the lack of freight and this is keeping basis and spreads on the firmer side. Hedges should be in the March unless you have freight and time available to ship vs the Dec. Friday's report expectations are for the World wheat crop ending stocks to be 175.88 MMT and U.S. ending stocks at 519 mbu.

Dewey Hull

Advance Trading PO Box 1027, Bloomington, IL 61702 (800)747-9021 or (309)663-9021

Hours (CST): Sunday 5:00pm-9:00pm, Monday-Thursday 6:00am-9:00pm, and Friday 6:00am-5:00pm

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