

November 20, 2013

# ADVANCE INSIGHT

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## Transportation

	TW/NW/Nov	Dec	Jan	Feb	Mar
St. Paul Savage	500/500/500				
Dub South	525/525/525				425
St. Louis 12'	500/450/450	400	400	375	350
Illinois	575/500/500	475	475	475	442
OH/Jeff/Cinn	550/500/475	475	450	450	425
Gulf/PNW	\$0.650 / bushel				
BN Shuttles	1700/1200/1200	1125	500	325	325
UP Shuttles	0//		-25		

## Cash Corn Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF Nola	84z/84z -2	82z/80z	72h/72h	68h	
PNW	150z/150z 5	140z/140z	120h/120h	120h	118h

	Nov FH/LH		Nov FH/LH
Cols CSX 65	-8z/-8z -3	Chicago	20z/20z unc
Ft. Wayne N/S 75	-2z/-2z +4	Pekin ethanol	5z/5z unc
Evansvl 15s	8z/8z +5	Decatur, IL	15z/15z 5
Toledo	-17z/-17z x	Champaign CN 25	6z/6z 1
UP Grp 3	10z/10z 2	Clinton, IA	23z/23z 5
Dexter, MO	/ x	Columbus, NE ethanol	12z/18z unc
Fayne, OH	0z/0z +6	Muscatine Truck	15z/15z unc
Ottawa	1z/1z 4	Hereford COBO B/E	88h/88h unc

## Cash Bean Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF Nola	93f/93f -5	100f/100f	102f/98f	100h	
Paranagua	250x/250x unc	/	55f/55f	40h	40h

	Nov FH/LH		Nov FH/LH	Nov FH/LH	
Columbus	14f/14f -3	CN25	12f/12f 2	Mankato	4f/4f 8
Toledo	15f/15f x	Chicago	5f/5f unc	Cncl Bluf	-8f/-8f unc
Fostoria	15f/15f x	Decatur	15f/15f unc	Lincoln	0f/-5f unc
Windsor	10f/10f	Naples	0f/0f +10	KC	15f/15f unc
PNW	145f/145f unc	Ottawa	0f/0f 5	Wichita	10f/10f unc

## Cash Milo Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF Nola	100z/100z unc	/	/		
Houston	100z/100z x	85z/85z	75h/75	75h	70h
Corpus Christi	110z/110z x	110z/110z	75h/75	75h	70h

## Cash Wheat Markets

	Nov FH/LH	Dec FH/LH	Jan FH/LH	Feb	Mar
CIF SRW	95z/95z 5	95z/95z	77h/77h	76h	
TX Gulf HRW	125/125 x	/	/		

	Nov FH/LH	HRW	Nov FH/LH
St. Louis	12z/12z 6	KC Ords	110z/120z unc
Toledo (Mill)	-5z/-5z x	KC 12s	161z/171z unc
	Nov FH/LH	KC 13s	120z/130z unc
PNW	115z/115z x	KC 14s	115z/125z unc

## Export Sales Estimates

	Expected Crop mbu (kmt)	Needed (mbu)
Corn	30-37 (750-950)	11.6
Soybeans	24-31 (650-850)	4.8
Wheat-All	14-17 (375-475)	11.5
HRW		4.4
SRW		2.5
Sorghum		2.8
Soybean Meal	200-350	86.3
Soybean Oil	30-80	7.9

## Corn

December corn futures traded both sides of unchanged in a narrow 4 cent range. Very quiet news day and no farmer selling. Nearby afloat barges have traded as firm at 97CZ, with Nov CIF bid 85 on 90 offers. Harvest is wrapping up and freight feels like it is freeing up (all modes). As Southbound barges unload they will start to struggle to find work at these levels with interior processor basis values trading over river values. End user demand is huge but we are no longer in a supply push harvest market. With farmer bin doors slamming shut, what makes corn move? Higher board, new tax year, cash flow, quality? In the interim, we have a user market that is struggling to cover December and movement will be slow with the upcoming the holidays and will winter logistical challenges. Basis and spreads feel like they have more work to do to make corn move. The big difference this year vs last is that there is plenty of corn to originate where last year we had to ration demand to get through. Free DP will make corn move in volume once the farmer gets a turkey meal in them. Basis is at/near values in most markets that warrant ownership liquidation however spreads still offer carry out to summer, so getting short bears careful consideration. If the spreads firm into money costs or less, the decisions get easier.

*Ben Peters*

Daily Spreads					
Corn					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(8.00)	0.50	-17.34	46.1%	1.9
Dec3-Jul4	(23.25)	0.75	-40.21	57.8%	2.5
Dec3-May4	(16.50)	0.50	-28.59	57.7%	2.5
Mar4-Jul4	(15.00)	0.50	-22.93	65.4%	3.0
Beans					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Jan4-Mar4	9.75	-2.25	-14.83	-65.7%	None
Mar4-May4	10.00	-1.50	-14.31	-69.9%	None
Nov4-Jan5	(4.25)	0.75	-14.14	30.1%	0.0
Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(8.25)	0.75	-18.67	44.2%	1.5
Mar4-May4	(3.50)	0.50	-12.11	28.9%	0.6
May4-Jul4	4.25	0.50	-12.53	-33.9%	None
KCBOT Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(1.75)	1.25	-21.81	8.0%	-0.7
Mar4-May4	0.25	0.75	-14.15	-1.8%	None
Mar4-Jul4	10.00	1.25	-28.77	-34.8%	None

### South American Weather Outlook

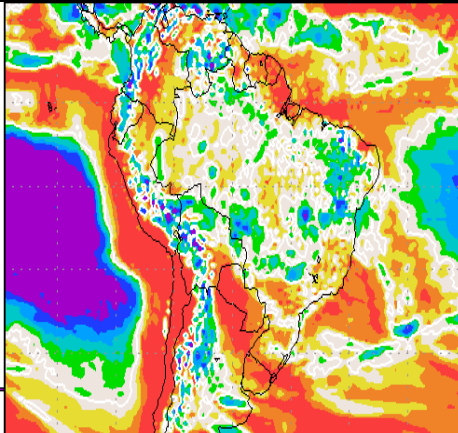
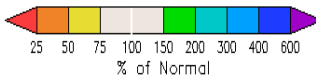
<http://www.wxmaps.org/pix/clim.html>

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

Wed, 20 NOV 2013 at 12Z

-to-

Thu, 28 NOV 2013 at 00Z

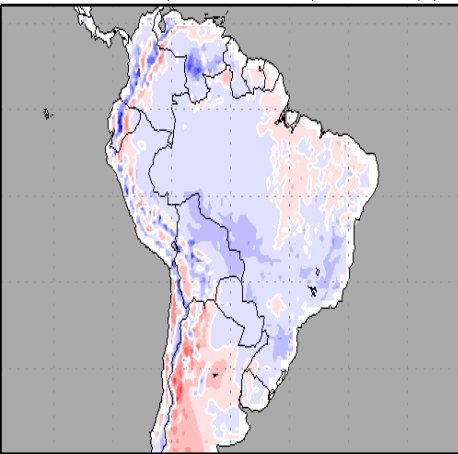
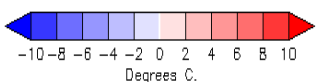


Temperature Anomaly  
during the 7.5-day period:

Wed, 20 NOV 2013 at 12Z

-to-

Thu, 28 NOV 2013 at 00Z



### Beans

Choppy and light volume day, SF -2.5c, F/H spread broke 2.5c to settle at 9.75. S. Am weather forecasts are ideal. US export demand is nearly booked for the year, with the prime shipping window ending in about 90 days. The funds are long and waiting for more Chinese biz and/or S. Am weather problems. The S. Am farmer is 30% less sold than LY. Vietnam booked Argentine meal for Jan/Feb which was cheaper than US. Market rumors are that China may start auctioning off some of their bean reserves again, similar to this summer. Cif bids dropped 3 cents to 93sf. Dec 100/104 and Jan 102/105. Fob Chicago on a barge is still 2c over dve for Jan.

*Trent Sauder*

### Wheat

Wheat closed lower, Chicago Wheat at \$6.47 ¼ down 3, KC wheat 3 lower at \$6.95 on a very boring light volume day – funds noted sellers of 2,000 contracts in Chicago. Market did get some fresh export news early as Egypt booked 110,000 MT of US SRW - that seemed to be the extent of the news of any kind today. Egypt was also a buyer of 120K tons of Russian wheat. Heavy Rains in August and September (Moscow reporting wettest September on record) this year hurt wheat quality and created more than normal amounts of feed wheat this year according to a report from one large operator. Though Russia's crop is projected to be just under 40% higher than a year ago, a disproportionate amount of the wheat is feed quality. One particular farming unit in Russia quoted in the report pegged 53% of their crop as feed and the balance as milling quality. Quality concerns by Russian wheat buyers such as Egypt could push more business over to US origin. HRW basis remains firm – freight values/availability of freight helping support nearby levels. SRW values are steady. Spreads tightened a bit, Chicago Z/H in ¾ at 8 ¼ while KC Z/H in a penny at 2 cents carry.

*Paul Dubravec*

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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