

December 2, 2013

ADVANCE INSIGHT

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Transportation

	TW/NW/Dec	Jan	Feb	Mar	Apr
St. Paul Savage	//				425
Dub South	550//			425	375
St. Louis 12'	475/475/400	400	375	350	300
Illinois	525/525/525	500	375	425	375
OH/Jeff/Cinn	550/525/500	450	450	425	375
Gulf/PNW	\$0.580 / bushel				
BN Shuttles	1600//1025	675	325	325	-63
UP Shuttles	//100	50	50	50	-50

Cash Corn Markets

	Dec FH/LH	Jan FH/LH	Feb FH/LH	Mar	Apr
CIF Nola	80z/80z unc	72h/72h	70h/70h	66h	
PNW	135h/135h	125h/125h	120h/120h	115h	105k

	Dec FH/LH		Dec FH/LH
Cols CSX 65	-9h/-9h unc	Chicago	16h/16h 1
Ft. Wayne N/S 75	-4h/-4h unc	Pekin ethanol	-2h/0h -10
Evansvl 15s	5h/5 unc	Decatur, IL	0h/0h -15
Toledo	-17h/-17h	Champaign CN 25	-5h/
UP Grp 3	3h/3h	Clinton, IA	12z/12z -6
Dexter, MO	/ x	Columbus, NE ethanol	16z/18z
Fayne, OH	-1h/-1h unc	Muscatine Truck	8h/8h -5
Ottawa	-5h/-1h -2	Hereford COBO B/E	88h/88h unc

Cash Bean Markets

	Dec FH/LH	Jan FH/LH	Feb FH/LH	Mar	Apr
CIF Nola	99f/104f -1	104f/97f	100h/100h		
Paranagua	/	55f/55f	40h/40h	40h	2k

	Dec FH/LH		Dec FH/LH		Dec FH/LH
Columbus	13f/13f unc	CN25	10f/10f	Mankato	-21f/-21f unc
Toledo	10f/10f 10	Chicago	5f/5f unc	Cncl Bluf	-10f/-10f unc
Fostoria	5/5f -5	Decatur	15f/15f unc	Lincoln	-13f/-13f 2
Windsor	0f/0f	Naples	15f/15f unc	KC	2f/2f -3
PNW	150f/150f -3	Ottawa	10f/15f unc	Wichita	-5f/-5f unc

Cash Milo Markets

	Dec FH/LH	Jan FH/LH	Feb FH/LH	Mar	Apr
CIF Nola	90z/90z	/	/		
Houston	110z/110z 35	75h/75	65h/65h	55h	40k
Corpus Christi	110z/110z unc	75h/75h	65h/65h	55h	30k

Cash Wheat Markets

	Dec FH/LH	Jan FH/LH	Feb FH/LH	Mar	Apr
CIF SRW	110z/90z unc	85h/85h	85h/		
TX Gulf HRW	125z/125z	/	/		

	Dec FH/LH	HRW	Dec FH/LH
St. Louis	40z/33z 9	KC Ords	115h/125h unc
Toledo (Mill)	-5z/-5z	KC 12s	166h/176h unc
	Dec FH/LH	KC 13s	125h/135h unc
PNW	100h/100h x	KC 14s	125h/135h unc

Export Inspections

	TW	LW	LY	YTD	USDA Goal	Need/Week
Corn	35.7	30.3	10.5	320.	1400	27.7
Soybeans	52.6	67.4	52.5	638.7	1450	20.8
Wheat	15.5	12.6	14.7	659.1	1100	17.0
Sorghum	0.3	2.5	2.8	33.1	180	3.8

Corn

March corn closed unchg at 424.5. Gold continued its slide with futures at 1219.4 as of 4:13 cdt. Its Aug 28th high was 1434. With some economic signals showing a little life some may be anticipating a slowdown in Fed Bond buying. There was talk of 2 more US corn cargoes and 209 containers being rejected in China but after making a new contract low of 418.5 early, corn rebounded in what may have been an unwinding of bean/corn spreads. EU prod was estimated by the EC at 65.1mmt vs. prev of 65.9 and barley at 59 (dn .2). CFTC report showed cmcls sold another 33mbu increasing their short to 250mbu and indicating they more than replaced this week's usage. Basis in Decatur dropped to 0CH (dn7) and other levels felt generally weak. However our general consensus is the farmer movement is not going to be sufficient at the current time given the current price. Exports were 35.6mbu vs. 27.8 needed BOY with milo checking in at 268kbu vs. BOY of 3.7mbu. Cmcls are still not putting out Dely's vs. the CZ which would indicate they are not comfortably long the basis.

Jeff Hainline

Beans

Export inspections a little disappointing at 52.6 MBU with expectations from 55-90, although only 21 needed to meet USDA forecasts. Brazil is estimated to be 89% planted, 4 ahead of last year. Only 1 boat in Brazil vessel line up; which makes sense in that vessels CIF Brazil are about 150 higher than CIF NOLA for December. By February, they are about 50 lower than NOLA. USDA Argentine attaché estimate Argentine crop at 57.7 MMT vs. USDA at 53.5. South American weather is okay. Processor bids tonight are generally unchanged with the range from up 13 to down 10. River values are firm enough to keep the SF/SH inverted. E.g. Upper IL Jan truck bids around +18 SF. Per COT report soybean users are futures long of 155,000 caks and is tied with the size

Daily Spreads					
Corn					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(8.00)	1.00	-17.34	46.1%	1.9
Dec3-Jul4	(23.50)	0.50	-40.21	58.4%	2.6
Dec3-May4	(16.50)	0.50	-28.58	57.7%	2.5
Mar4-Jul4	(15.75)	-0.50	-22.92	68.7%	3.2
Beans					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Jan4-Mar4	15.50	-3.75	-15.01	-103.3%	None
Mar4-May4	19.50	-0.75	-14.46	-134.8%	None
Nov4-Jan5	(5.00)	-0.25	-14.13	35.4%	0.4
Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(12.00)	1.75	-18.71	64.1%	2.7
Mar4-May4	(4.50)	0.50	-12.13	37.1%	1.1
May4-Jul4	3.50	0.50	-12.56	-27.9%	None
KCBOT Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(1.00)	-5.00	-21.86	4.6%	-1.0
Mar4-May4	1.25	0.25	-14.18	-8.8%	None
Mar4-Jul4	8.00	-1.00	-28.83	-27.7%	None

of the long in 4 of the last 6 years. Exporter is not in position to give up his SF longs, yet. Interestingly, the "net" of the "Commercials" is short 219,507 caks, which with futures inverted, is hard to make sense out of.

Terry Reinhart

Wheat

Wheat futures took a shot at trading higher early in the overnight session with light fund buying to start the month, but the usual Monday combination of light volume and limited fundamental news to feed the bulls faded prices midsession and a nickel lower close across all three exchanges. The weekly inspection total of 15.5 mbu was a tick better than last week's 12.6, but now falling into a pattern of being very "ordinary" after the early season rush. Balance of the year inspections need to average 17.0 mbu for all-wheat to meet the USDA objectives. By class, HRS showed some life jumping to 4.2 mbu this week vs 1.5 mbu last week. Year-to-date shipments are virtually unchanged vs last year for spring wheat, though the unshipped sales are sharply higher which is opposite the HRW/SRW position. Inability to effectively price or utilize spring wheat in lieu of HRW is pointing towards a very comfortable spring wheat balance sheet next year. StatsCan will post some new production #'s on Wednesday AM and guesses are trending higher with an all wheat estimate just shy of 34 MMT vs 33 MMT in October. Spring wheat is expected to comprise 24.5 of that total. There have been increasing problems with logistics getting the bigger crop out of Canada though, with blame spread across weather, railroads, and a general sense of confusion as new processes are established post-monopoly. While it would seem logical that US mills who had Canadian wheat booked would turn to US Spring, the emphasis has been towards finding HRW replacement bushels prompting a firmer tone to HRW basis. It's December and it's supposed to be cold, but lack of snow-cover in parts of upper-Midwest will merit some monitoring for winter-kill. Delivery surprise was in KC with 200 contracts issued by JP Morgan out of Salina. Egypt in the market tonight for a late December tender and Iran still supposedly looking for wheat credits is the extent of export demand highlights. Australian yields might be a little disappointing compared to early guesses. CFTC data released Monday afternoon has the funds in Chicago wheat at a record-short 100K+ contracts, which represented 8K contracts sold last week.

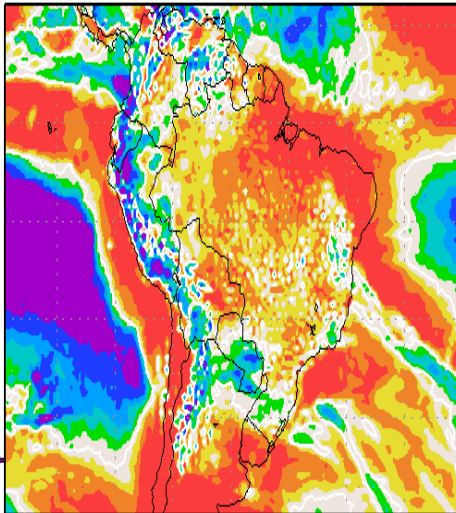
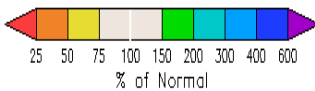
Kelly Herrick

South American Weather Outlook

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

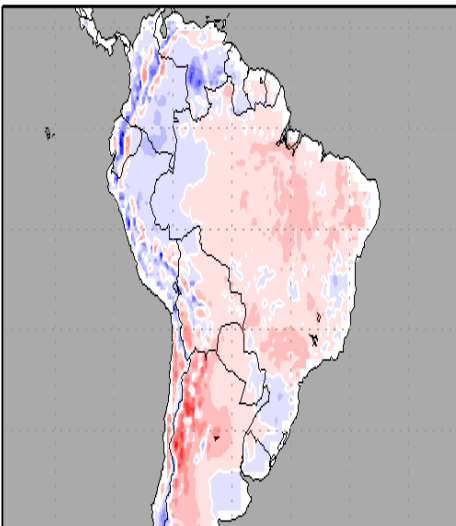
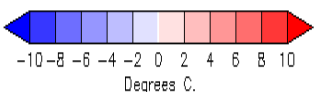
Precipitation (% of normal)
during the 7.5-day period:

Mon, 02 DEC 2013 at 12Z
-to-
Tue, 10 DEC 2013 at 00Z



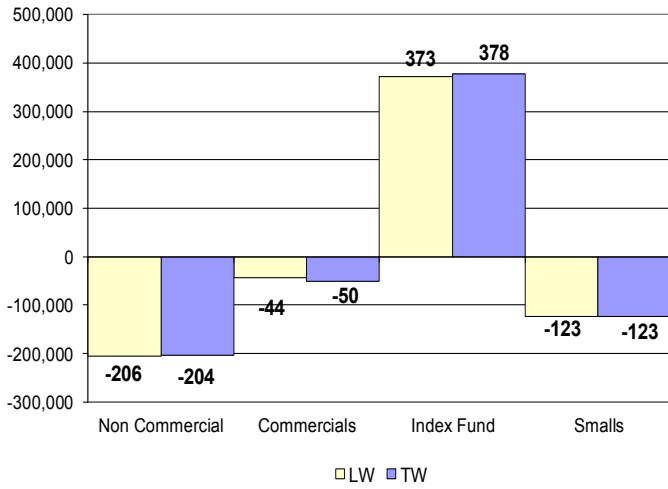
Temperature Anomaly
during the 7.5-day period:

Mon, 02 DEC 2013 at 12Z
-to-
Tue, 10 DEC 2013 at 00Z

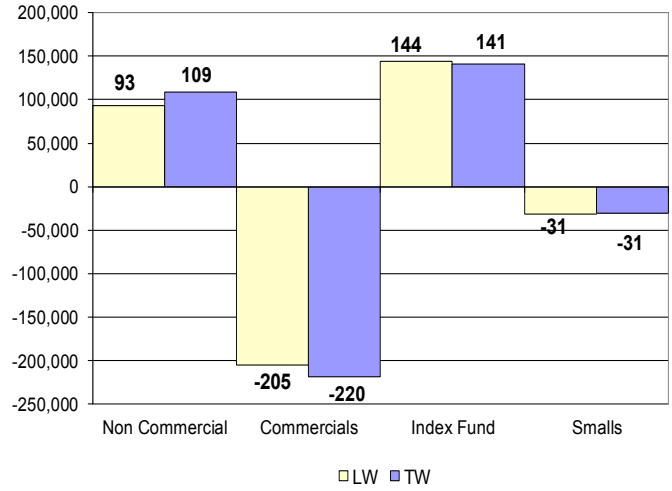


Commitment of Traders

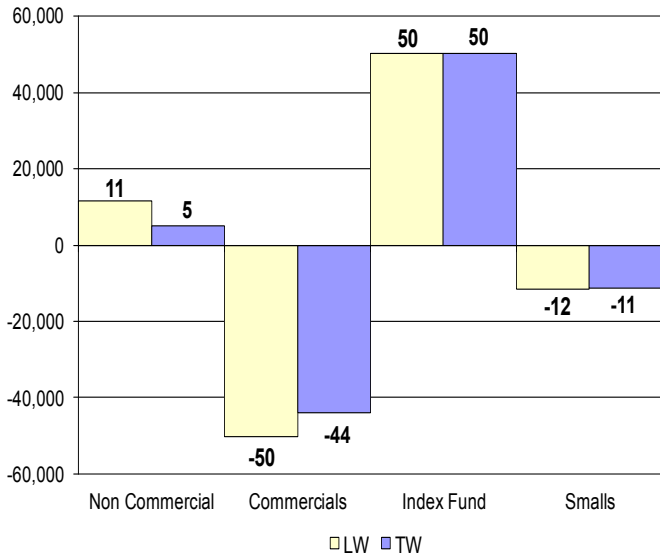
Corn Net Future & Option Positions



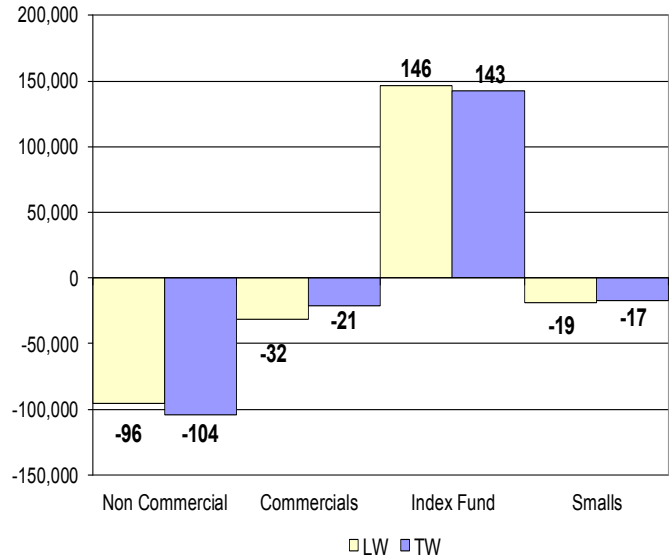
Soybean Net Future & Option Positions



KC Wheat Net Future & Option Positions



CBOT Wheat Net Future & Option Positions



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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