



**CURRENT TREND:** Lower **REASON:** Corn leads the way lower (with the usual cash/spot bean exception) on record plantings

**EXPORT SALES @ 7:30 AM THURSDAY**

**MORNING TRIVIA:** The U.S. Hog Inventory is 65.9 million head as of March 1; name the only three states home to more than 5 million each...

**MARKET HEADLINES**

- *Quick Editorial:* yesterday's corn planting number ensured the direction of the grains overnight, with Dec corn leading on the heaviest P.M. volume; a bull would counter that it still doesn't look great for planting of the remaining *majority* of the combined corn+bean crop, in the midst of an ugly weather stretch
- Japan is looking for 122k tonnes of milling wheat in a tender closing Thursday, including 68k tonnes of three U.S. varieties, 22k CAN, and 32k AUS.
- China reported April bean imports at 3.98 MMT, down 19% from last April, with cumulative Jan-April imports now at 15.47 MMT, down near 15% from last year's pace. Cumulative imports from the U.S. (12.26 MMT) are only barely below LY. Total April corn imports of 420k tonnes (almost all from the U.S.) were up sharply from LY, though four-month imports of 1.45 MMT (also almost all U.S.) are 18% behind LY. April wheat imports of 203k tonnes dropped 31% from LY, with the Jan-April pace of 895k tonnes down 37%.
- Russia's Ag Ministry reported cumulative 2012/13 grain exports (July 1 through May 15) at 14.788 million tonnes, down 41% from the same span last season due to drought-reduced 2012 stocks; the Ministry only sees a small amount of exports through June, for a total of 14.8 MMT this year. The country's Grain Union expanded their 2013 grain production estimate from 90-95 to 90-100 MMT today, with the export surplus up from 20 to 25 MMT.
- The USDA reported national corn planting at 71% complete as of Sunday night, tying a record week with 43% progress, though still behind 95% on the same date last year and 79% on average. Emergence of the crop rose 14% to 19% this week, compared to 73% LY and the 46% 5YA. Soybean planting gained 18% on the week to 24% done, versus 71% LY and 42% on average, with emergence of that crop initially reported at 3%, down from 32% LY and the 14% average rate. Winter wheat ratings fell another point to 31% good/excellent this week, down from 58% LY and the 50% 5YA. Spring wheat plantings rose from 43% to 67% this week, down from 98% LY and the 76% 5YA, with emergence at 22% (vs 10% LW, 82% LY, and the 49% 5YA).
- *Export Inspections (mln bu):* **This Week / Estimates / Last Week**  
 Corn: **14.6 / 7-12 / 12.7** Beans: **3.3 / 2-8 / 3.4** Wheat: **21.1 / 15-23 / 24.0**

**NIGHT SESSION (to 7:00 AM): Grain Volume: 88,942**

Symbol	High	Low	Last	Chg	Vol
CN3	647.00	633.50	<b>636.50</b>	<b>-13.00</b>	12,147
CU3	548.00	540.00	<b>542.50</b>	<b>-12.00</b>	8,433
CZ3	515.75	512.00	<b>513.50</b>	<b>-6.75</b>	17,554
WN3	684.50	674.00	<b>675.50</b>	<b>-9.75</b>	4,280
KWN3	744.50	733.25	<b>735.25</b>	<b>-9.75</b>	476
SN3	1471.00	1458.00	<b>1464.50</b>	<b>+0.00</b>	13,245
SQ3	1395.25	1384.00	<b>1387.00</b>	<b>-4.00</b>	779
SX3	1226.75	1216.00	<b>1217.25</b>	<b>-7.75</b>	7,094
SMN3	438.00	434.10	<b>435.90</b>	<b>+0.60</b>	5,020
BON3	49.30	48.95	<b>49.04</b>	<b>-0.16</b>	5,471
CLM3	96.97	96.07	<b>96.24</b>	<b>-0.47</b>	3,647
DXY	84.28	83.87	<b>84.20</b>	<b>+0.36</b>	13,363

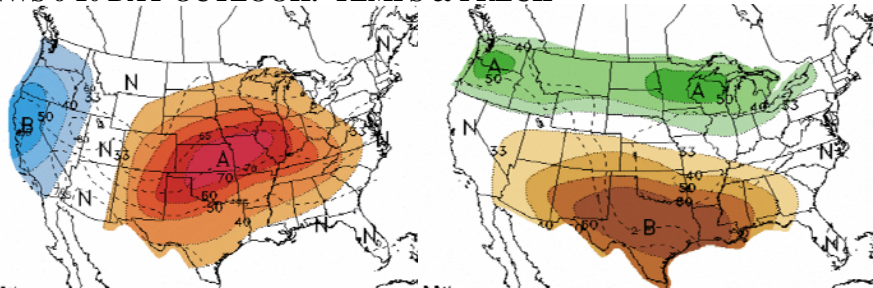
**FUNDAMENTAL UPDATE**

The weekly corn planting number of 43% "officially" ties for the best ever, interestingly matching '92 when the planting campaign jumped to and from the exact same numbers (28%-71%), though that occurred ten days earlier (5/3 thru 5/10/92). Massive one-week advances for key states included Illinois (up 57%, to 74% planted this week), Iowa (up 56%, to 71%), and Minnesota (up 52%, to 70%); in the 34-41% gain range for the week were IN, KS, MO, NE, & SD.

**WEATHER UPDATE:**

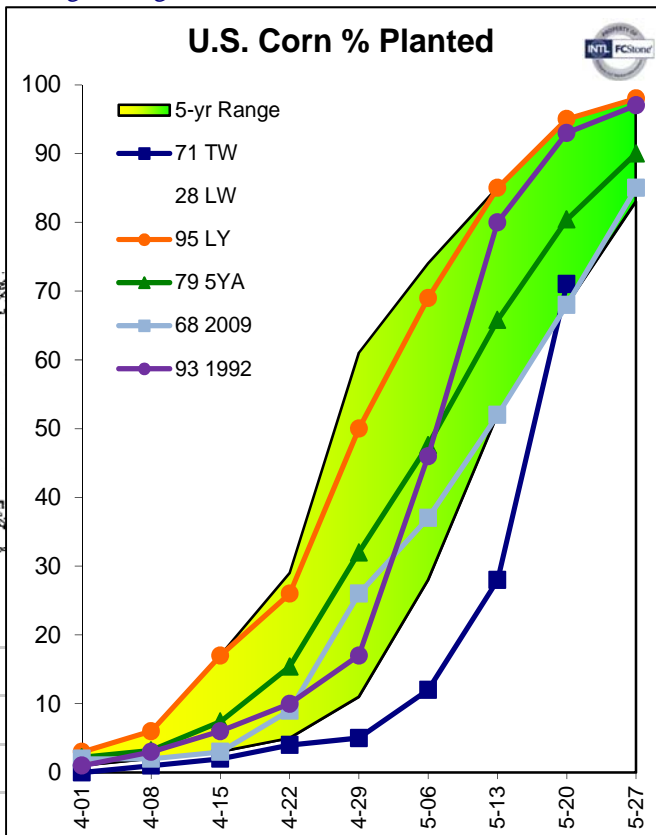
- More hefty rains (along with horribly severe weather) were seen in the southern corn belt through IL, as well as ND and surroundings over the past 24 hours; that will continue to slide east with 0.5-2.0" amounts through Thurs, and it will be only a short break before weekend rains settle in (chiefly in the north-central belt). 6-10 day forecasts are definitely wetter north, drier south.

**NWS 6-10 DAY OUTLOOK: TEMPS & PRECIP**



**CFTC MANAGED MONEY & RECORD (Since June 2006) POSITIONS:**

	Corn	Beans	Meal	Oil	Wheat	KC Wht
<b>Daily</b>	-4,000	4,000	3,000	-3,000	1,000	0
<b>Est Net</b>	101,085	105,211	48,157	-22,179	-29,916	15,524
<b>Rec +</b>	409,444	240,937	98,846	83,895	73,662	61,669
<b>Rec -</b>	-33,141	-45,088	-54,855	-56,629	-56,406	-3,855





**TRIVIA ANSWER:** Iowa (20.3 mln), North Carolina (8.9), Minnesota (7.75)

## CORN COMMENTS

July corn wound up on the low side to open the week but with in a higher high and low; CN once again found resistance at the 23% retracement at 660 1/2. An overnight decline left behind MA's at 641 1/2 (40-day) on up, with next support at 625

### SUPPORT / RESISTANCE OUTLOOK

Term	Support	Resistance	Our Bias
Short	633.50	660.75	Neutral
Long	610.00	669.00	Negative

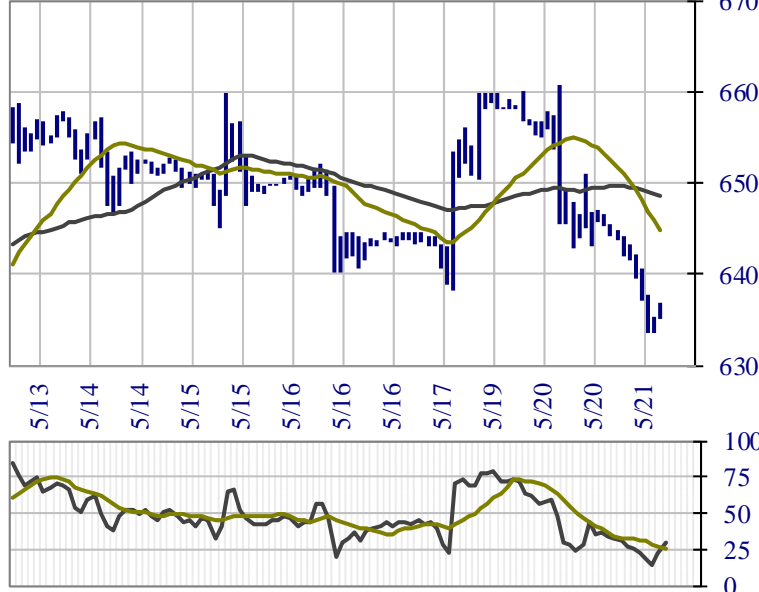
### TREND OUTLOOK

Term	40-Per MA	20-Per MA	Trend
60 Minute	648.58	644.85	Lower
Day Chart	641.63	643.79	Higher

### TECHNICAL INDICATORS

Open Int	Volume	Volatility	RSI Levels
Increasing	Light	Neutral	Neutral

### 60 MINUTE JULY CORN - eCBOT, w/ MA's & RSI



## SOYBEAN COMMENTS

July beans continue to forge ahead, up double-digits for the third straight session yesterday and blasting through 1450 and the 38% retracement at 1457 1/4. Next up: calendar highs for the contract at 1483 1/2, followed by \$15 and 1514 (23%)

### SUPPORT / RESISTANCE OUTLOOK

Term	Support	Resistance	Our Bias
Short	1402.25	1471.00	Positive
Long	1341.00	1471.00	Neutral

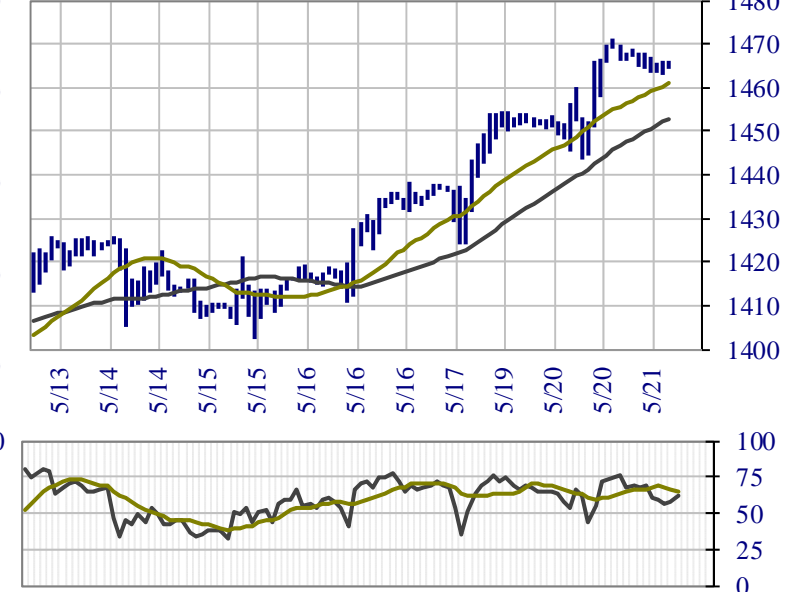
### TREND OUTLOOK

Term	40-Per MA	20-Per MA	Trend
60 Minute	1452.88	1460.96	Higher
Day Chart	1388.39	1402.10	Higher

### TECHNICAL INDICATORS

Open Int	Volume	Volatility	RSI Levels
Increasing	Normal	Neutral	Very Overbought

### 60 MINUTE JULY BEANS - eCBOT, w/ MA's & RSI



## WHEAT COMMENTS

July wheat finished on the high side to open the week but not before a lower high and low, touching a new seven-week low at 674 1/2; support is pretty clear now at 675 and those April lows near 665 (contract) and 660 (spot 11-month bottom).

### SUPPORT / RESISTANCE OUTLOOK

Term	Support	Resistance	Our Bias
Short	674.00	711.25	Negative
Long	674.00	736.75	Neutral

### TREND OUTLOOK

Term	40-Per MA	20-Per MA	Trend
60 Minute	682.25	679.60	Lower
Day Chart	704.89	704.88	Lower

### TECHNICAL INDICATORS

Open Int	Volume	Volatility	RSI Levels
Increasing	Normal	Low	Oversold

### 60 MINUTE JULY WHEAT - eCBOT, w/ MA's & RSI



This material should be construed as market commentary, merely observing economic, political and/or market conditions, and not intended to refer to any particular trading strategy, promotional element or quality of service provided by FCStone, LLC. FCStone, LLC is not responsible for any redistribution of this material by third parties, or any trading decisions taken by persons not intended to view this material. Information contained herein was obtained from sources believed to be reliable, but is not guaranteed as to its accuracy. Contact FCStone designated personnel for specific trading advice to meet your trading preferences. These materials represent the opinions and viewpoints of the author, and do not necessarily reflect the viewpoints and trading strategies employed by FCStone, LLC.