

October 25, 2013

# ADVANCE INSIGHT

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## Transportation

	TW/NW/Oct	Nov	Dec	Jan	Feb
St. Paul Savage	625/625/625	600	575		
Dub South	600/600/600	525			
St. Louis 12'	550/535/55	450	375	375	375
Illinois	635/625/600	575	475	450	450
OH/Jeff/Cinn	675/625/675	450	425	425	425
Gulf/PNW	\$0.700 / bushel				
BN Shuttles	1600/2150/2150	1125	475	175	63
UP Shuttles	700/700/700	450	200	100	50

## Cash Corn Markets

	Oct FH/LH	Nov FH/LH	Dec FH/LH	Jan	Feb
CIF Nola	72z/72z 2	72z/68z	67z/67z	60h	58h
PNW	140z/140z 20	112z/112z	110z/110z	99h	100h

	Oct FH/LH		Oct FH/LH
Cols CSX 65	-18z/-18z unc	Chicago	10z/10z unc
Ft. Wayne N/S 75	-18z/-18 unc	Pekin ethanol	8z/8z unc
Evansvl 15s	-12z/-12z unc	Decatur, IL	18z/18z unc
Toledo	-25z/-25z 2	Champaign CN 25	-7z/-7z x
UP Grp 3	-5z/-5z unc	Clinton, IA	15z/15z 5
Dexter, MO	/ x	Columbus, NE ethanol	25z/-10z x
Fayne, OH	-18z/-18 unc	Muscatine Truck	10z/10z unc
Ottawa	-17z/-17z 3	Hereford COBO B/E	65z/65z x

## Cash Bean Markets

	Oct FH/LH	Nov FH/LH	Dec FH/LH	Jan	Feb
CIF Nola	103x/103x 3	102x/100x	105f/105f	101f	90h
Paranagua	250x/250x unc	250f/250f	/	205f	45h

	Oct FH/LH		Oct FH/LH		Oct FH/LH
Columbus	-5x/-5x unc	CN25	5x/5x x	Mankato	3f/3f 3
Toledo	-18x/-18x unc	Chicago	0x/0x unc	Cncl Bluf	-23x/-23x 2
Fostoria	-5x/-5x 5	Decatur	10x/10x 2	Lincoln	-25x/-25x unc
Windsor	10x/10x x	Naples	5x/5x +2	KC	-5x/-5x 5
PNW	170x/170x -2	Ottawa	-2x/-2x x	Wichita	-5x/-5x unc

## Cash Milo Markets

	Oct FH/LH	Nov FH/LH	Dec FH/LH	Jan	Feb
CIF Nola	92z/92z -3	/	/		
Houston	85z/85z x	100z/100z	50z/50z	40h	40h
Corpus Christi	110z/110z x	110z/110z	110z/110z	40h	40h

## Cash Wheat Markets

	Oct FH/LH	Nov FH/LH	Dec FH/LH	Jan	Feb
CIF SRW	95z/95z unc	95z/93z	85z/85z	75h	72h
TX Gulf HRW	125z/125z x	125/125	/		

	Oct FH/LH	HRW	Oct FH/LH
St. Louis	16z/16z 2	KC Ords	95z/105z unc
Toledo (Mill)	-10z/-10z	KC 12s	125z/135z 5
	Oct FH/LH	KC 13s	120z/130z unc
PNW	120z/120z unc	KC 14s	120z/130z unc

## Corn

December corn futures had a narrow 2 ½ cent range for session, closing down ¼ cent for the day and 1 ½ cents for the week. News was limited today, but weather was clear in much of the corn belt so harvest is full out for many areas. Propane shortages in parts of the country are forcing corn to town where most burn natural gas. Wet corn is backing up in the system. Rail freight continues to underperform in the West and now East too. Poor transportation performance is forcing corn to expensive space at the origins and the destinations are caught short their needs. Nearby basis this week stayed firm or firmed up to try to get dry corn to go direct to market. With good harvest weather through Monday, we may be able to finally see origin ethanol/feed markets get some comfort coverage? The tight ownership was reflected in the Commitment of Traders report. The Commercial is short 38,500 cxts, down 18,500. A 14 Bbu plus crop and we don't have any ownership with nearly 60% harvested (expected on Monday's report). Compare this to the same week last year in a very short crop where we had nearly 500,000 cxt's of net commercial short futures. If the cash markets continue to run at premiums to futures through harvest, futures spreads are likely to narrow. For those putting corn away, get futures out as far as logistics/quality allows. Next week's rain following 5 days of harvest may allow producers and elevators to focus on logistics. There are a lot of LH Oct commitments not yet met.

*Ben Peters*

## Beans

SX3 futures finishing Friday's session down 9 ¾'s cents at \$13.00 right on the button. November Options expired too, and a close like this makes anybody playing in the \$13.00 strike price potentially have to make another decision. In the meantime, weather looks open for the weekend, followed by a wet week starting on Tuesday. Harvest progress estimated to be 70-75% complete. USDA flashes another sale, with 120,000 mt's sold to Taiwan for 2013/2014 marketing year. Cash markets remain very firm, with CIF in the \$1.00+ mode,

Daily Spreads					
Corn					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(12.00)	0.25	-17.47	68.7%	3.1
Dec3-Jul4	(28.25)	unc	-40.50	69.7%	3.2
Dec3-May4	(20.75)	unc	-28.79	72.1%	3.3
Mar4-Jul4	(16.25)	unc	-23.12	70.3%	3.2
Beans					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Nov3-Jan4	6.50	0.50	-15.17	-42.8%	None
Nov3-Mar4	28.00	0.50	-29.85	-93.8%	None
Nov4-Jan5	(5.00)	0.25	-14.52	34.4%	0.2
Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	(11.00)	-0.50	-18.93	58.1%	2.3
Mar4-May4	(5.75)	-0.25	-12.27	46.9%	1.6
May4-Jul4	6.00	-1.00	-12.71	-47.2%	None
KCBOT Wheat					
	Close	Change	Full Carry	% of Full Carry	ROS/mo
Dec3-Mar4	0.00	-0.75	-22.16	0.0%	None
Mar4-May4	4.50	0.75	-14.37	-31.3%	None
Mar4-Jul4	22.00	2.00	-29.22	-75.3%	None

### South American Weather Outlook

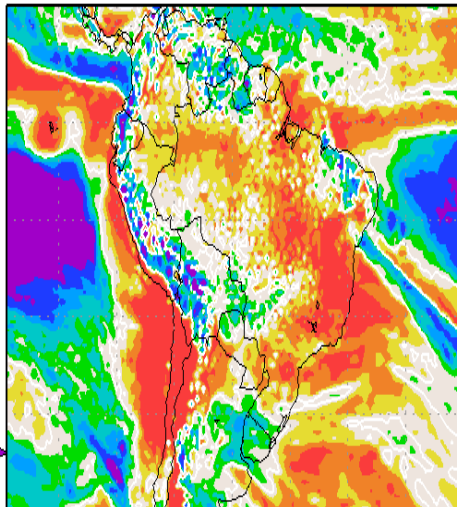
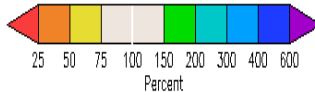
<http://www.wxmaps.org/pix/clim.html>

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

Fri, 25 OCT 2013 at 12Z

-to-

Sat, 02 NOV 2013 at 00Z

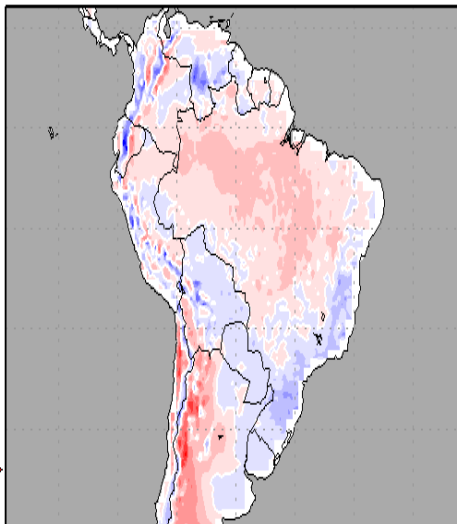
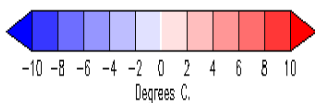


Temperature Anomaly  
during the first 7.5-day period from:

Fri, 25 OCT 2013 at 12Z

-to-

Sat, 02 NOV 2013 at 00Z



attempting to originate soybeans. Rail values are firm in the Eastern market, and firming in the west. Double digit overs have traded in Central Ohio, and Minnesota. In the far west, PNW boats are showing up and they have great weather for loading. Railroads having a hard time keeping up, and with crush margins hovering around \$1.00, processors will go into a "don't miss'em" mode across the country. Soybean futures spreads trading firmer. SX3/SF4 close at 6 ½ cents inverse, a ½ cent firmer on the day, but it did trade as high as 9 cents inverse. The SX3/SH4 closed at 28 cents inverse after trading a high of 33 ½ cents. Going forward, logistical challenges, a tight fist farmer, and a winding down harvest will keep buyers looking for beans. First Notice Day is Thursday, Oct. 31st, or Halloween. Weather might be spooky at the beginning of the week, but it might allow for transportation to get in place on product already sold to make space. Sort of a different problem from last year, isn't it?

*Jack Fitzgerald*

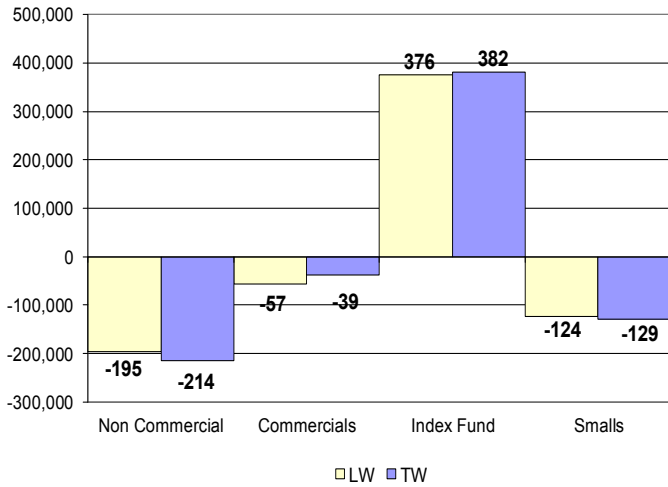
### Wheat

Wheat tried to swim against the current early in trade but was tired out and finished a nickel lower in KC and Chi. The better news was in protein premiums as KC was 5 cents stronger on 11's thru 12.8's. Northern Spring wheat quality was valued a dime higher compared to yesterday 13's supposedly traded +135Z across Chicago. News is pretty limited, not much reason to think HRW conditions report on Monday shows much of a decline as reports from HRW country telling us that conditions are great. Late planted wheat in north central Kansas is slow to emerge but still in good condition. Merchandising picture on HRW hasn't changed much. Biggest moving piece is BN freight o the TX gulf. Freight is the only way a person sees any carry in the export market. Export news was quiet, rumors that India will ask the Cabinet tomorrow to lower their wheat reserves asking price from \$300 MT down to \$260 MT. They are trying to sell some of the 2 mil ton of wheat in state reserves. Spreads eased slightly in KC an Chicago with KC Z/H trading even money while Mnpls Z/H firmed ¼ cent on demand for deliverable grade wheat.

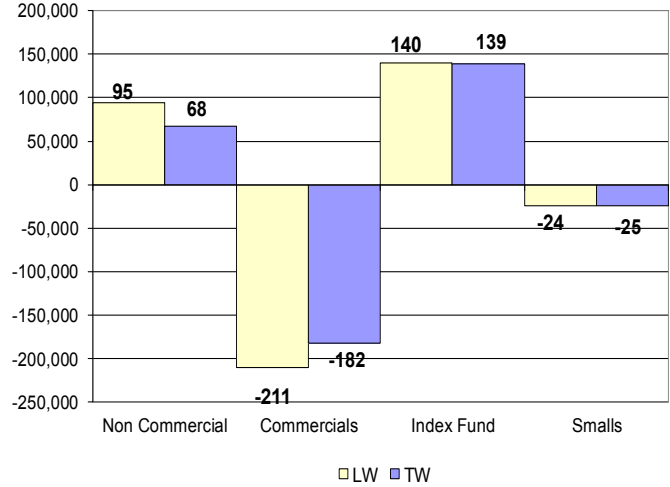
*Nate Durako*

# Commitment of Traders

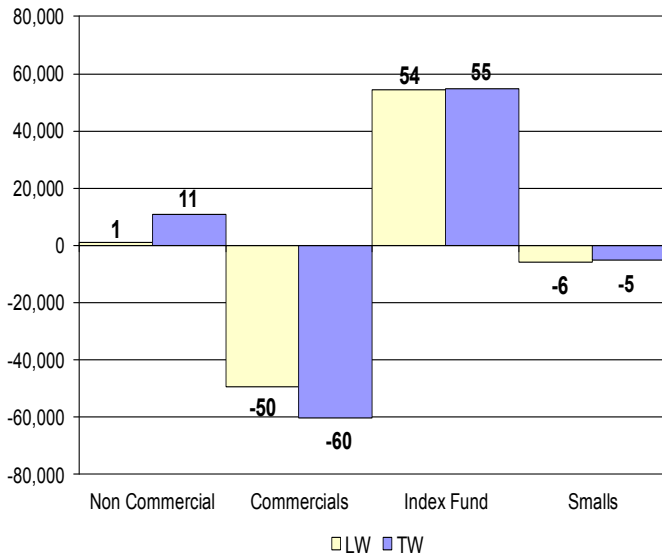
### Corn Net Future & Option Positions



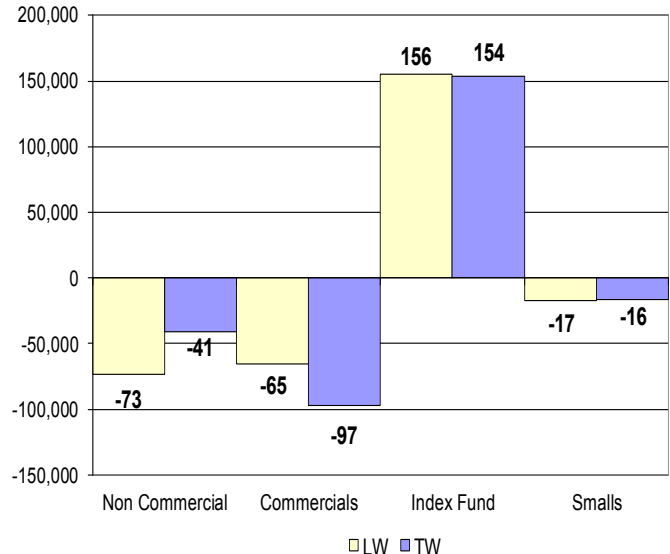
### Soybean Net Future & Option Positions



### KC Wheat Net Future & Option Positions



### CBOT Wheat Net Future & Option Positions



- Next crop production report November 8th
- First notice day November CBOT grains 10/31



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

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