

Tuesday, November 19, 2024

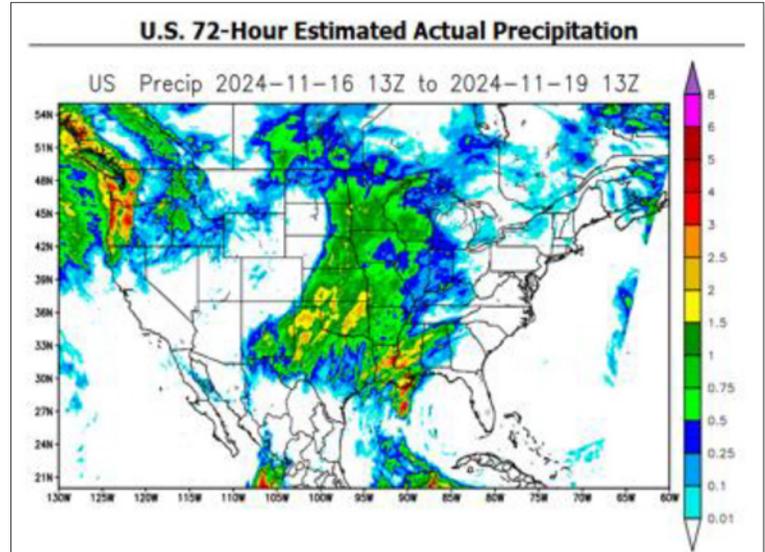
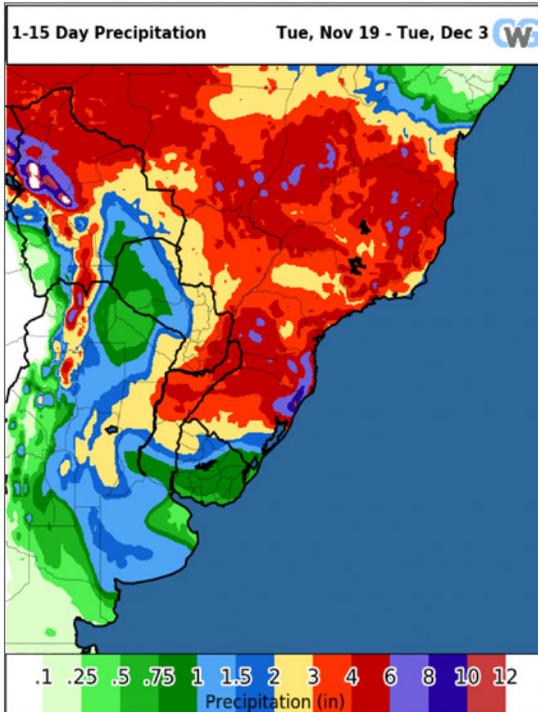
**Randy Mittelstaedt**

CH: 0.00    WH: +4.25    SH: -5.50    SMH: +0.20    BOH: -0.16  
Prices as of: 8:11 AM CT    CL: -0.13    GC: +25.40    DX: +0.024

Wheat prices moved modestly higher overnight following Ukraine's use of U.S.-made missiles to strike a Russian ammo supply base in what Russia is calling a clear escalation of the war backed by the West. Ukraine's use of U.S.-made missiles overshadowed the notable increase in U.S. winter wheat crop conditions, reported in yesterday afternoon's Crop Progress report, in overnight price action.

The South American weather forecast remains with essentially all Brazilian growing areas forecast to see 2-4" of rain over the coming 2-week period, with 1-2" forecast for most of Argentina, focused mostly on the 6-10 day timeframe.

- U.S. winter wheat conditions improved notably over the last week, jumping 5% in g/e to 49% g/e, moving above last year's mid-November rating of 48% g/e and are now the best for this point of the fall growing season in 5 years. Over the last three weeks, overall winter wheat conditions rose 11% in g/e. This week saw OK up 9% in g/e, TX up 14%, OK up 11% and KS up 2%. For details, see our Market Insights post at <https://portal.rjobrien.com/MarketInsights/Blog/Read/55205>.
- Brazilian soybean crushers association Abiove sees the coming Brazilian soybean crop at 167.7 MMT, rising solidly from last year's 153.3 MMT, mostly in line with USDA's latest ideas of 169.0 MMT (153.0 MMT last year), but anticipate an increase in new crop soybean crush to 57.0 MMT from 54.5 MMT this year, a larger increase than expected by USDA of a minor 500k tonnes in the coming year to 54.5 MMT from 54.0 MMT this year. Abiove sees new crop Brazilian soybean exports at 104.1 MMT vs this year's estimated 98.3 MMT, a smaller increase than USDA's expectations of 109.0 MT vs this year's 98.0 MMT as the association anticipates a larger increase in crush in the coming year at the expense of exports. Nonetheless, with the expected solid increase in soybean production this year, it would just be a matter of how the mix of higher crush and higher exports plays out.
- Ukraine's deputy ag minister said the country's 2025/26 wheat crop could rise to 25 MMT from this year's 22 MMT on current ideas total winter wheat planted area will reach 5.0 million hectares (12.4 mil acres), an increase from earlier expectations of 4.5 mil ha (11.1 mil acres) and would reflect a nearly 9% increase from last year's 4.6 mil ha (11.4 mil acres). The production assumption is based on favorable weather conditions in the spring. Looking to next spring, early ideas on corn planted area are for an increase to 4.4 mil ha (10.9 mil acres) from this year's 3.9 mil ha (9.6 mil acres) as farmers switch back to corn from soybeans after the solid increase in soybean area for the 2024/25 crop depressed prices.
- Malaysia will raise the export tax for crude palm oil in December to 10% from 8% currently as the reference price jumped to 4471 ringgit/tonne (\$1001) for December from 3950 ringgit/tonne (\$884) in November given the recent price strength. Malaysia's palm oil tax structure ranges from 3-10% depending on the reference price, with the maximum 10% rate applied when palm oil prices are above 4050 ringgit/tonne (\$907).
- Algeria tendered for 240k tonnes of South American corn only for Dec 1-15 shipment.
- There were no USDA sales announcements this morning.



	Previous Day Close	Last	Change	14 Day RSI	9 Day M Avg	20 Day M Avg	50 Day M Avg
Corn (H)	439.75	439.75	0.00	56.60	427.25	421.18	417.12
Beans (H)	1019.00	1013.50	-5.50	---	---	---	---
Meal (H)	296.10	296.30	+0.20	28.77	292.48	298.20	313.87
SBO (H)	45.82	45.66	-0.16	51.50	46.37	45.34	43.47
Wheat (H)	565.75	570.00	+4.25	34.75	552.08	562.66	576.49
M Wheat (H)	604.25	606.75	+2.50	35.02	583.56	596.33	614.04
KC Wheat (H)	567.00	570.50	+3.50	36.74	551.89	564.04	579.14

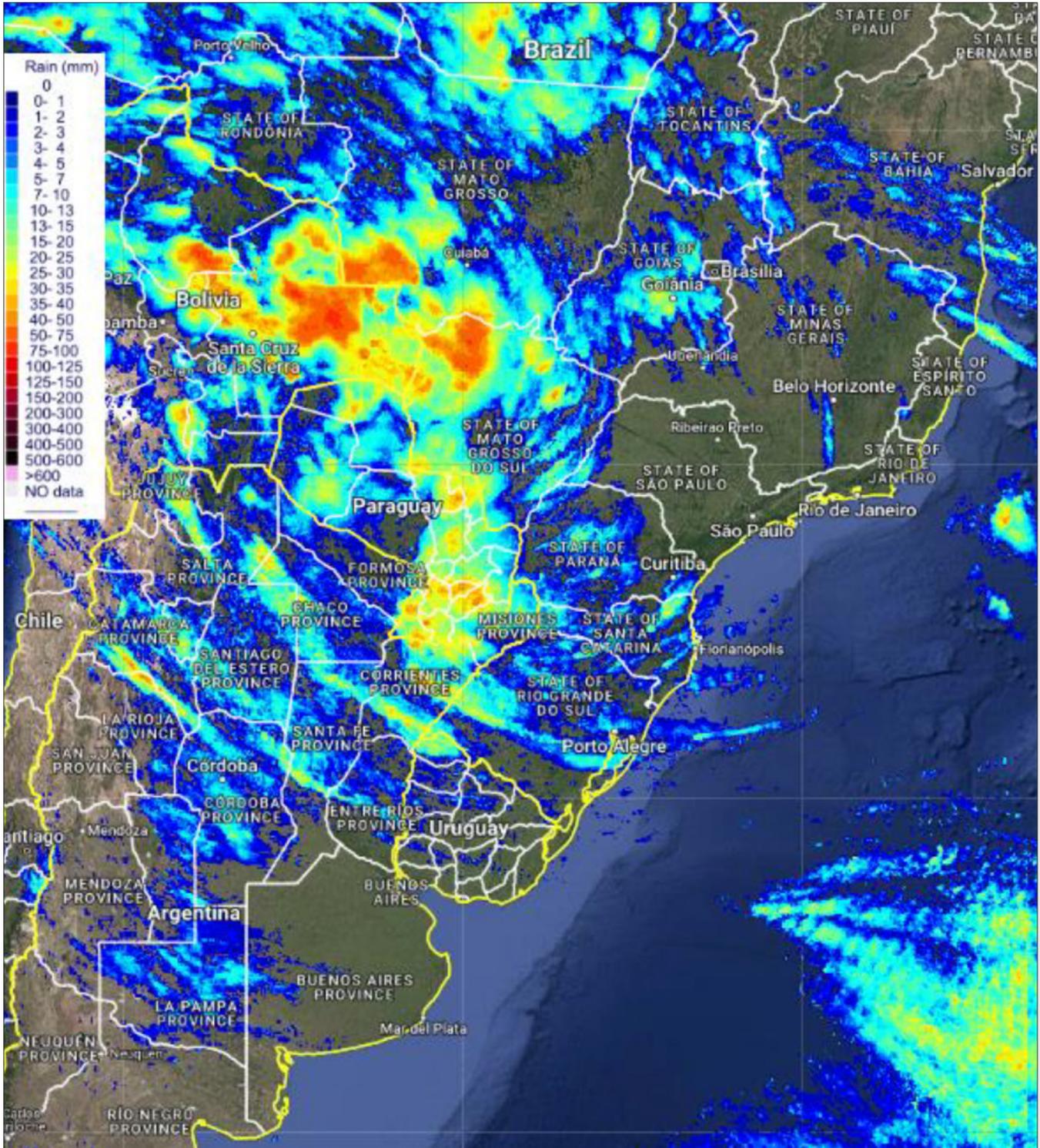
**Dalian Commodity Exchange**

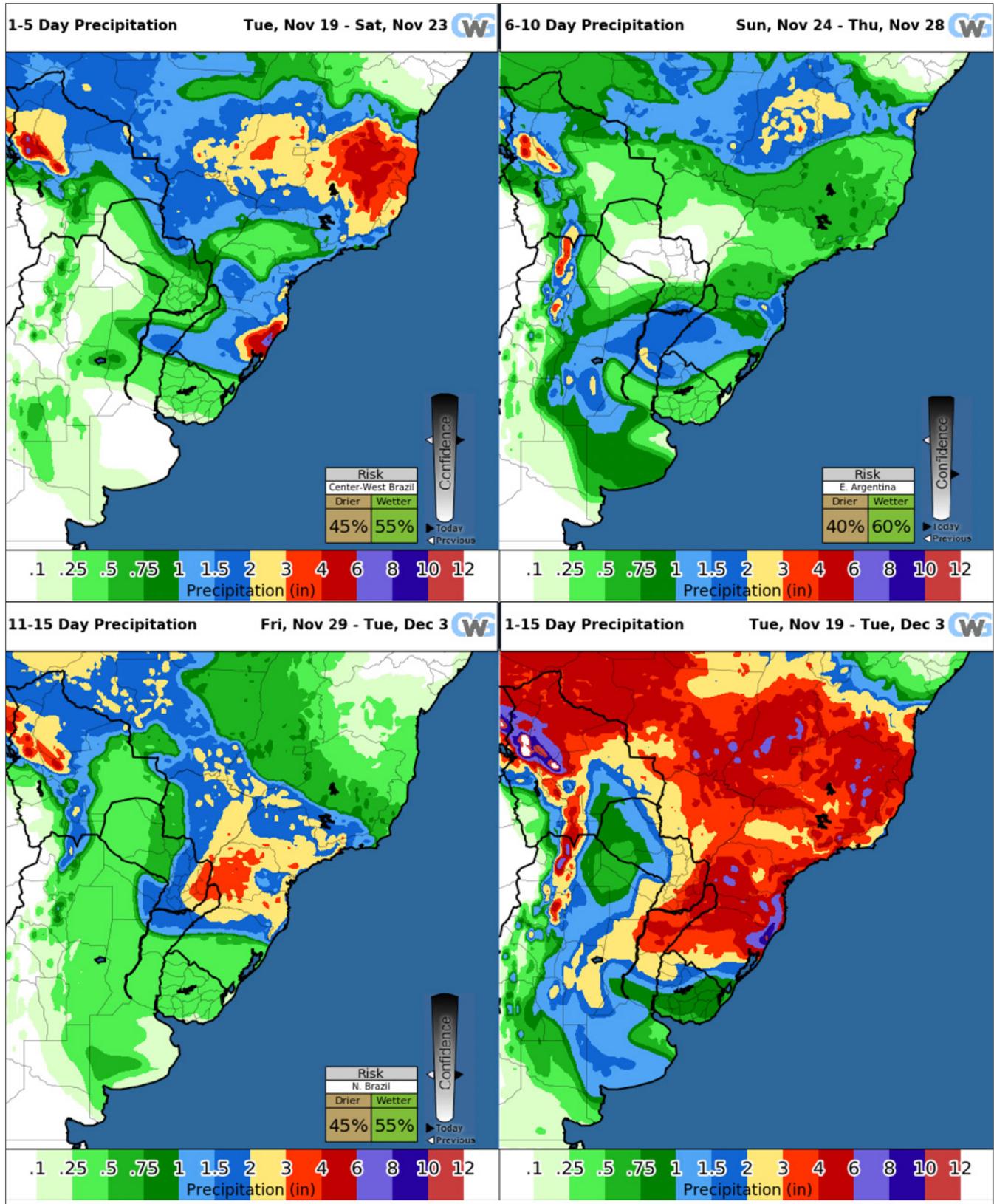
	Contract	Closing Price	Change
Soybean	Jan 2025	3899	+16
Corn	Jan 2025	2205	-4

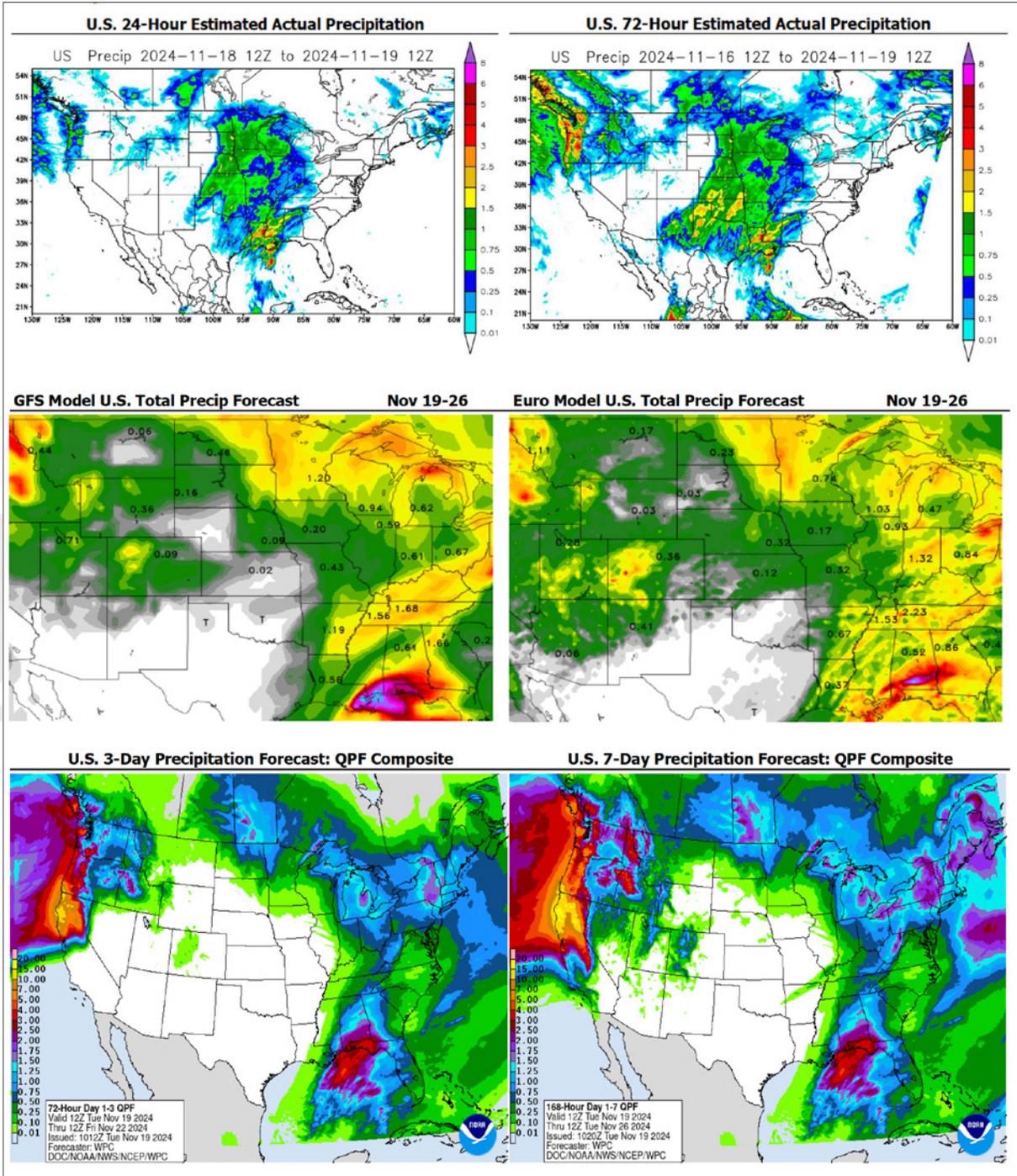
**Malaysian Bursa Exchange**

	Contract	Settle Price	Change
Palm Oil	Feb 2025	4924	+25

## South America 24-Hour Observed Precipitation ended 6:00 AM CT 11/19/24







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