USDA Crop Report Recap

February 9, 2021

US Carryout 2020-2021

	2/9/2021	1/12/2021	Change	Average Trade Guess
Corn	1.502	1.552	**-0.050**	1.392
Soybeans	0.120	0.140	-0.020	0.123
Wheat	0.836	0.836	-0.000	0.834

In billion bushels

Items of note:

The return of Goldilocks. Bulls were leaning into the report on corn due to the high tendency for spot market futures at $5.50 to eventually hit $6.00. Whisper #s were far below the average trade guess near 1.4 billion, so those who looked forward to buying a dip will likely get the opportunity in the near term. The only changes to the ag commodities were increases in exports and offsetting decreases in ending inventory of 50 million bushels in corn and 20 million bushels in soybeans.

ARG and BRZ production estimates for corn and soybean production were left unchanged. South American weather has reportedly turned a corner as private production estimates have bottomed out and have started to edge higher. Consequently, row crop futures should do the opposite but not too fast, too soon lest China comes back for old crop.

HRW old crop carryout was increased 28 million bushels, quite the headscratcher and foreboding development!

20 day Moving Averages:

- Corn CH21 5.34 ¾ (5.51 ¼ last 11:25 am)
- Soybeans SH21 13.76 (13.84 ¾ last)
- KC Wheat KWH21 6.30 ¼ (6.29 ¼ last)