

USDA Crop Report Recap

November 10, 2020



US Carryout 2020-2021

	11/10/2020	10/9/2020	Change	Average Trade Guess
Corn	1.702	2.167	-0.465	2.048
Soybeans	0.190	0.290	-0.100	0.233
Wheat	0.877	0.883	-0.006	0.878

In billion bushels

Row Crop Production Estimates

	Yield	Yield ATG	Production
Corn	175.8	177.9	14.507
Soybeans	50.7	51.6	4.170

Production in billion bushels

Items of note:

It was all bullish for the row crops. While some analysts were projecting a yield increase in soybeans, USDA dropped yield 1.2 bpa. Virtually all of the 100 million bushel reduction in carryout was due to a decrease in production. With soybean carryout already at a 7 year low, market will now ration old crop Chinese demand January forward. Soybeans will now trade volatily in response to SA weather developments. BRZ forecasted for good rains but ARG forecasted to remain dry. Corn carryout also projected to at 7 year lows, but still at adequate pipeline levels. Wheat S&D was close to trade estimates and will be the short-leg of commodity market spreading.

20 day Moving Averages:

- Corn CZ20 4.07 ½ (4.26 ¼ last 12:35 pm)
- Soybeans SF21 10.75 ¼ (11.52 ¾ last)
- KC Wheat KWZ20 5.56 (5.64 ½ last)