

January 10, 2020

Presents:

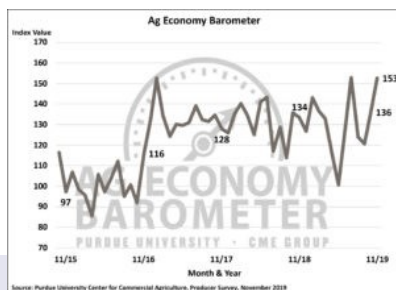
Silver's Comments



Corn, soybeans and wheat all closed higher today after reacting to the plethora of USDA reports released at noon today. See pages 2 & 3 for a summary of the numbers and links to the complete reports and executive summaries. In a nutshell, the combination of numbers in the USDA report did not change enough from November/December to move the market significantly in either direction today. Traders and farmers were expecting "answers to their questions in the report numbers but the reports have actually prompt more questions." USDA's Special Notes to the January Crop Production and Quarterly Grain Stocks reports set the stage for those additional questions about the "accuracy" of today's numbers.

USDA's Special Note

When producers were surveyed, there was significant unharvested acreage of corn in Michigan, Minnesota, North Dakota, South Dakota, and Wisconsin; and soybean acreage not yet harvested in Michigan, North Dakota, and Wisconsin. The unharvested area and expected production were included in the totals published in this report. NASS will re-contact respondents who previously reported acreage not yet harvested in these States in early spring. If the newly collected data justifies any changes, NASS will update the 2019 corn and soybean estimates published in this report. Stocks estimates are also subject to review since unharvested production is included in the estimate of on-farm stocks. After a thorough review of the balance sheet for the 2018 corn crop, NASS determined that revisions were necessary for the 2018 corn production and September 1, 2019 stocks estimates. Production was revised down 0.6 percent. Planted area was reduced 0.3 percent and harvested area was reduced 0.6 percent. Acreage and production revisions by State can be found on pages 10-11 of this report. Stocks revisions can be found in the *Grain Stocks* publication.



<https://ag.purdue.edu/commercialag/>

**Each Thursday I do market
analysis for Hoosier AgToday (HAT)
Click this link to listen:**

<http://www.hoosieragtoday.com/>

Futures Closes

1/10/2020

| Commodity | Symbol | Close | Change |
|----------------------------|-----------|-------------|--------|
| Mar 20 Corn | CH20 | 385.75 | 2.50 |
| Dec 20 Corn | CZ20 | 402.75 | 2.75 |
| Mar 20 Beans | SH20 | 946.00 | 2.50 |
| NOV 20 Beans | SX20 | 974.75 | 3.25 |
| SOYBEANS/CORN '20 | SX20/CZ20 | 2.42 | -0.01 |
| March 20Wheat | WH20 | 564.50 | 2.25 |
| July 20 Wheat | WN20 | 568.25 | 1.00 |
| US Dollar Index | DX | 97.08 | -0.09 |
| Crude Oil WTI | CLG20 | 59.17 | -0.39 |
| Ethanol | AC | 1.36 | 0.01 |
| Today vs Last Friday Close | Today | Last Friday | Change |
| Mar 20 Corn | 385.75 | 386.5 | 0.75 |
| Dec 20 Corn | 402.75 | 400.75 | 2.00 |
| Mar 20 Beans | 946.00 | 941.5 | 4.50 |
| NOV 20 Beans | 974.75 | 971.5 | 3.25 |
| March 20 Wheat | 564.50 | 554.50 | 10.00 |
| July 20 Wheat | 568.25 | 560.50 | 7.75 |

WHEAT

| YEAR | World Stx | World Prod | US Stx | HRW | SRW | HRS | Exports | HRW | SRW | HRS |
|------------------|-----------|------------|--------|-----|-----|-----|---------|-----|-----|-----|
| 2019/20 | 288.08 | 764.39 | 965 | 489 | 106 | 264 | 975 | 385 | 100 | 260 |
| Net Change | -1.42 | -1.02 | -9 | 6 | -5 | -5 | 0 | -5 | 0 | 0 |
| Avg. of Analysts | 287.32 | | 969 | | | | | | | |
| 2018/19 | 278.06 | 731.45 | 1080 | 516 | 158 | 263 | 936 | 331 | 128 | 259 |
| Net Change | 0.21 | 0.10 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Avg. of Analysts | | | | | | | | | | |

CORN

| YEAR | World Stx | World Prod | US Stx | Exports | Ethanol | Feed/Res. | Prod | Yield | H. Acres |
|------------------|-----------|------------|--------|---------|---------|-----------|-------|--------|----------|
| 2019/20 | 297.81 | 1110.84 | 1892 | 1775 | 5375 | 5525 | 13692 | 168.00 | 81.5 |
| Net Change | -2.75 | 2.22 | -18 | -75 | 0 | 250 | 31 | 1.0 | -0.3 |
| Avg. of Analysts | 296.61 | | 1757 | | | | 13513 | 166.2 | 81.35 |
| 2018/19 | 320.39 | 1122.46 | 2221 | 2065 | 5376 | 5432 | 14340 | 176.4 | |
| Net Change | 1.22 | -2.03 | 107 | 0 | 0 | -186 | -80 | 0.0 | |
| Avg. of Analysts | | | | | | | | | |

SOYBEANS

| YEAR | World Stx | World Prod | US Stx | Exports | Crush | Prod | Yield | H. Acres |
|------------------|-----------|------------|--------|---------|-------|------|-------|----------|
| 2019/20 | 96.67 | 337.7 | 475 | 1775 | 2105 | 3558 | 47.4 | 75 |
| Net Change | 0.27 | 0.22 | 0 | 0 | 0 | 8 | 0.5 | -0.6 |
| Avg. of Analysts | 95.23 | | 424 | | | 3512 | 46.6 | 75.46 |
| 2018/19 | 110.28 | 358.28 | 909 | 1748 | 2092 | 4428 | 50.6 | |
| Net Change | 0.48 | 0.07 | -4 | 0 | 0 | 0 | 0.0 | |
| Avg. of Analysts | | | | | | | | |

US SOYMEAL & SOYOIL

| YEAR | Meal Dom. | Meal Exports | BO Stx | Biodiesel | BO Dom. | BO Exports | Prod | Yield |
|------------|-----------|--------------|--------|-----------|---------|------------|-------|-------|
| 2019/20 | 36800 | 13200 | 1446 | 8500 | 15000 | 1700 | 24420 | 11.60 |
| Net Change | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.00 |
| 2018/19 | 36092 | 13554 | 1776 | 7863 | 15008 | 1941 | 24195 | 11.57 |
| Net Change | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.00 |

USDA Quarterly Grain Stocks - January 10, 2020

WHEAT STOCKS (1,000 bushels)

| | All Wheat Stocks | On-Farm | Off-Farm | Durum Stocks | On-Farm | Off-Farm |
|------------------|------------------|---------|-----------|--------------|---------|----------|
| December 1st | 1,833,665 | 519,470 | 1,314,195 | 64,479 | 33,200 | 31,279 |
| Avg. of Analysts | 1,917,000 | | | | | |

CORN STOCKS (1,000 bushels)

| | Corn Stocks | On-Farm | Off-Farm |
|------------------|-------------|-----------|-----------|
| December 1st | 11,388,815 | 7,178,000 | 4,210,815 |
| Avg. of Analysts | 11,511,000 | | |

SOYBEANS STOCKS (1,000 bushels)

| | Bean Stocks | On-Farm | Off-Farm |
|------------------|-------------|-----------|-----------|
| December 1st | 3,251,667 | 1,525,000 | 1,726,667 |
| Avg. of Analysts | 3,186,000 | | |

WINTER WHEAT SEEDINGS (1,000 acres) & Class estimates(~)

| | All Winter | ~Hard Red | ~Soft Red | ~White |
|-------------------|------------|------------|-----------|-----------|
| December Survey | 30,804,000 | 21,800,000 | 5,640,000 | 3,370,000 |
| Annual Net Change | -355,000 | -658,000 | 439,000 | -130,000 |
| 2019 Crop Year | 31,159,000 | 22,458,000 | 5,201,000 | 3,500,000 |
| Avg. of Analysts | 30,664,000 | 22,086,000 | 5,118,000 | 3,490,000 |

Links to January 2020 USDA Report Data - 01/10/2020

January 2020 USDA Crop Production—Executive Briefing:

https://www.nass.usda.gov/Newsroom/Executive_Briefings/2020/01-10-2020.pdf

January 2020 USDA WASDE—Briefing to the Secretary of Agriculture

https://www.usda.gov/oce/commodity/wasde/Secretary_Briefing/Archive/2020/January_2020_WASDE_Lockup_Briefing.pdf

USDA January 2020 Crop Production Report

<https://release.nass.usda.gov/reports/crop0120.pdf>

January 2020 USDA WASDE Report

<https://www.usda.gov/oce/commodity/wasde/wasde0120.pdf>

USDA FSA Prevented Planting Data

<https://www.fsa.usda.gov/news-room/efoia/electronic-reading-room/frequently-requested-information/crop-acreage-data/index>

U.S. Supply and Demand (WASDE) Spreadsheets (Current & Historical)

<https://www.agmanager.info/grain-marketing/grain-supply-and-demand-wasde/us-supply-and-demand-wasde-spreadsheets>

USDA Quarterly Grain Stocks Report - January 10, 2020

<https://release.nass.usda.gov/reports/grst0120.pdf>

CFTC Funds Net (# cnts) Futures Only (COT REPORT)

| Date | Corn | Soybeans | Wheat |
|------------|----------|----------|---------|
| 12/11/2018 | 89,734 | -683 | -22,455 |
| 12/18/2018 | 124,427 | 13,166 | -3,612 |
| 12/24/2018 | 90,880 | -3,239 | -18,325 |
| 12/31/2018 | 49,188 | -14,295 | 5,000 |
| 1/8/2019 | 70,160 | 4,714 | -16,877 |
| 1/15/2019 | 15,694 | -16,698 | -15,708 |
| 1/22/2019 | 33,319 | -15,294 | -8,541 |
| 2/5/2019 | -6,584 | 11,680 | -6,555 |
| 2/12/2019 | -32,825 | -2,128 | -14,320 |
| 2/19/2019 | -103,699 | -37,987 | -47,511 |
| 2/26/2019 | -117,947 | -32,408 | -60,205 |
| 3/5/2019 | -192,847 | -46,756 | -73,919 |
| 3/12/2019 | -282,981 | -89,050 | -75,778 |
| 3/19/2019 | -282,845 | -62,204 | -78,699 |
| 3/25/2019 | -218,427 | -47,700 | -64,550 |
| 4/2/2019 | -263,768 | -69,153 | -57,883 |
| 4/9/2019 | -289,859 | -70,734 | -56,958 |
| 4/16/2019 | -326,887 | -92,744 | -69,970 |
| 4/23/2019 | -344,185 | -133,944 | -76,715 |
| 4/30/2019 | -318,964 | -148,036 | -89,103 |
| 5/7/2019 | -268,998 | -163,028 | -86,931 |
| 5/14/2019 | -298,551 | -171,141 | -81,837 |
| 5/21/2019 | -117,954 | -157,998 | -40,159 |
| 5/28/2019 | -22,294 | -128,137 | -23,206 |
| 6/4/2019 | 95,262 | -90,280 | -12,080 |
| 6/11/2019 | 121,742 | -88,889 | 5,274 |
| 6/18/2019 | 155,030 | -54,275 | 25,554 |
| 6/25/2019 | 176,583 | -38,864 | 30,032 |
| 7/2/2019 | 169,425 | -40,587 | 34,473 |
| 7/9/2019 | 174,318 | -45,750 | 27,583 |
| 7/16/2019 | 178,732 | -42,481 | 15,087 |

| 1/7/2020 | Corn | Soybeans | Wheat |
|----------------|---------|----------|--------|
| COT Actual | -85,507 | -2,851 | 22,261 |
| Est on date | -93,115 | -9,524 | 19,059 |
| Diff (Act-Est) | 7,608 | 6,673 | 3,202 |

| Date | Corn | Soybeans | Wheat |
|-------------|----------|----------|----------|
| 7/23/2019 | 143,540 | -42,656 | 6,603 |
| 7/30/2019 | 105,907 | -55,160 | 14,849 |
| 8/6/2019 | 68,086 | -76,318 | 7,121 |
| 8/13/2019 | 21,527 | -67,203 | 4,000 |
| 8/20/2019 | -82,266 | -76,820 | -4,248 |
| 8/27/2019 | -96,370 | -75,551 | 803 |
| 9/3/2019 | -123,800 | -71,558 | -19,370 |
| 9/10/2019 | -143,467 | -90,013 | -8,905 |
| 9/17/2019 | -176,643 | -45,612 | -7,093 |
| 9/24/2019 | -162,551 | -43,053 | -15,418 |
| 10/1/2019 | -128,031 | -10,817 | -16,014 |
| 10/8/2019 | -96,859 | 4,464 | -13,446 |
| 10/15/2019 | -64,749 | 47,953 | -3,662 |
| 10/22/2019 | -75,186 | 67,172 | 21,629 |
| 10/29/2019 | -88,118 | 65,849 | 7,769 |
| 11/5/2019 | -109,720 | 53,503 | 2,333 |
| 11/12/2019 | -120,536 | 25,460 | 3,720 |
| 11/19/2019 | -138,815 | 11,676 | -178 |
| 11/26/2019 | -116,947 | -44,656 | 8,359 |
| 12/3/2019 | -85,582 | -101,718 | 18,008 |
| 12/10/2019 | -118,449 | -114,250 | 9,157 |
| 12/17/2019 | -95,971 | -80,140 | 24,643 |
| 12/24/2019 | -86,717 | -33,888 | 16,389 |
| 12/31/2019 | -85,115 | -7,524 | 22,059 |
| 1/7/2020 | -85,507 | -2,851 | 22,261 |
| Wkly Change | -392 | 4,673 | 202 |
| Record + | 409,444 | 409,444 | 409,444 |
| Record - | -344,185 | -133,944 | -171,269 |
| Est Today | -85,507 | 2,149 | 36,261 |
| Change | 12,000 | 5,000 | 5,000 |

You can do a deep dive analysis into CFTC COT data on the CME website at:

<http://www.cmegroup.com/tools-information/quikstrike/commitment-of-traders-fx.html>

The views and opinions expressed in this article are those of the author and do not necessarily reflect the official policy or position of Kokomo Grain

