



# ALLIED GRAIN MARKET WIRE

## Notes from Gene:

Corn basis remain flat this week with the futures trending up. We shook the market with last week's prediction of 5.6 million new acres of corn in 2016 versus last year's final acreage.

Soybean basis traded a bit weaker on strong country movement from last week's futures rally. A small predicted drop in soybean acreage and continued concerns of palm oil production have provided good support to the oil complex.

Spring Wheat basis remain flat. Mill demand has picked up a bit as wheat remains in tight hands. Will wheat acreage really be down over 20% this spring? The market trades around the report which is supportive of current wheat values.

Weather will drive the markets as we watch the crop go in the ground. An early spring should drive corn and spring wheat acreage up as projected on last week's report. If weather pushes planting back soybeans will get the acre.

## Delivered Bids Are Available

We work with Ethanol Plants and Mills for truck and rail delivered prices to make ourselves competitive in the markets we serve.

We also have trucks that will help you haul your grain to any of our facilities, processors and mills. Give us a call to discuss freight rates and to schedule your grain for farm pickup.

Cameron and Abbey in Ypsilanti or Dusty and Elizabeth in Barlow will help you line up freight for any of your grain movements.

For your grain marketing give the following individuals a call:

Gene Erpelding: 701-830-0115

Cameron Hofland: 701-489-3379

Abbey Fick: 701-489-3379

Dusty Hinrichs: 701-984-2617

Elizabeth Hoggarth: 701-650-7486



For all your agronomy needs give the following individuals a call:

Jason Vollmer: 701-650-7371

Trygg Olson: 701-652-5021

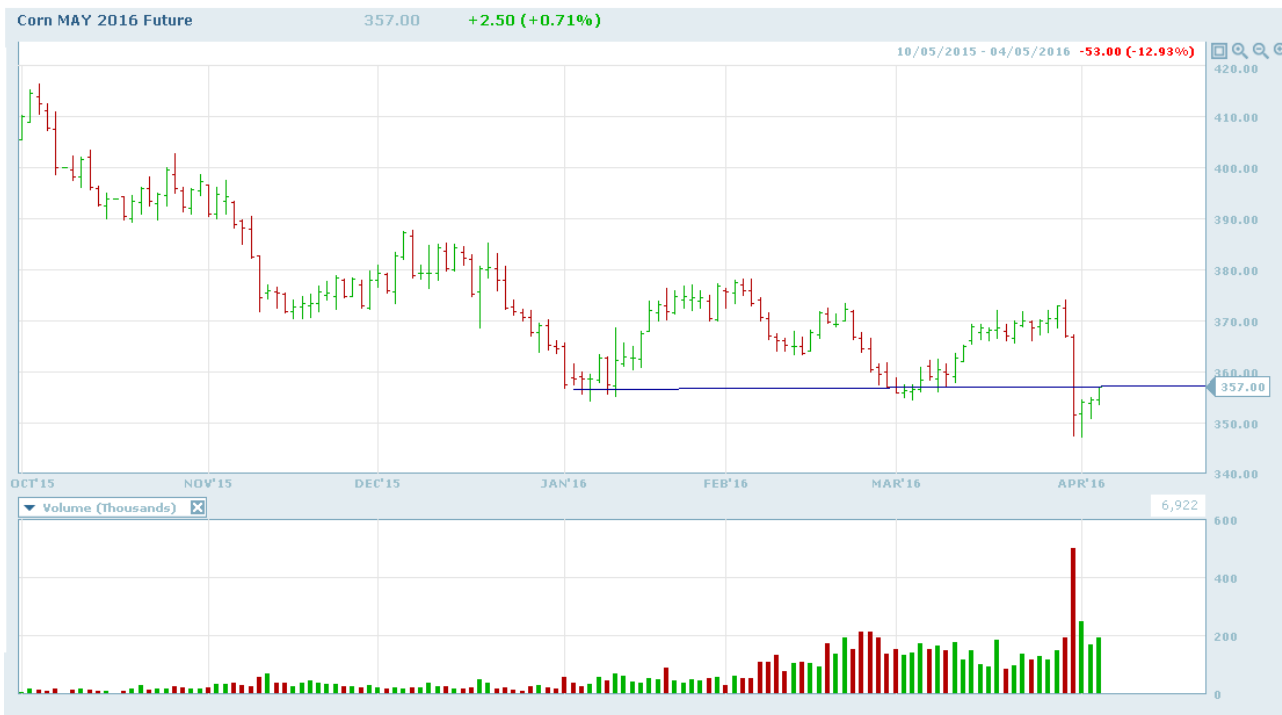
Dana Gramlow: 701-830-9729

Times look challenging as we look at our 2016 cash flows on the farm. Take the time to work with an Agronomist and find the best way to farm every acre. With our R7 tools we can match seed to soil type with the right fertility recommendations and write a soil prescription map to help you get it right in 2016.

## Weekly Market Update

April 5, 2016

CK16 6 MONTHS DAY



(Technical / charts) The corn chart tested support at 3.50, resistance has been tested at 3.70. (Fundamentally) Carryover stocks pushing 20% of production with 5 plus million new acres of production in 2016 puts a lot of overhead resistance on the market. Corn needs a weaker dollar to get our exports back.

SK16 6 MONTHS DAY



(Technical / charts) Resistance is at 9.20 then 9.30. Support moves up to 9.00. (Fundamentals) Last week's report put quarterly stocks down along with acreage supporting last week's rally. This week we tested resistance and may struggle without new demand coming to the US.

MW16 6 MONTHS DAY



(Technical / charts) support has moved up to 5.00. Resistance at 5.30 has been tested. (Fundamentals) Acreage looks to be down significantly in 2016 along with other parts of the world. This will be a market to watch if we have any major weather events.

CLK16 6 MONTHS DAY



(Technical / charts) we have resistance at 42.00 as support moves up to 35.00. (Fundamentally) The market has tested some good resistance at 42.50. The world picture remains bleak with record inventories here and around the globe. Production continues to go down with prices as we look for a price equilibrium.