

CORN: LOWER

Corn futures rebounded nicely on Friday from Thursday's selloff. CN21 settled 655.25 (up 22.25). CZ21 settled 566.25 (up 33.75). Focus today is who did and didn't get precipitation over the weekend. If you look at twitter, it is picture after picture of rain gauges—most with a decent amount of accumulation but also too many showing no moisture. Last night's open reacts accordingly with bears thinking the board would trade limit down but with the Western Midwest and Northern Plains trending hotter and drier ahead into July, the bulls aren't allowing prices to drop too far. This week, the SE 2/3 of the cornbelt should see rainfall and cooler temps. Expect a tug-of-war between bulls and bears with interpretation of the maps today with a 20 cent trend lower. Export Inspections today at 10am CST, CFTC Reports at 2:30pm and Crop Progress at 3.

At the break, CN21 was 13 ½ lower.

SOYBEANS: LOWER

There were weekend rains and still some coming today, so the market is taking a risk off position in the night trade. That said, the areas of need missed out for the most part and predictions for more moisture are slim for those same areas. The issue is becoming one of can we even approach the overall acreage and yield to hold the line on demand and supply tightness or do we get even tighter, which is supposedly at the minimum already. Looking at demand that is already in place we may be in trouble. NC values taking a bigger hit seems a bit off, but the perception this morning is rain makes grain. So, until the real amounts are analyzed and parsed, it will take some time to see any change in the perception. Look for pressure early and then we will see how the light of day and full trading session works out. OI showing more liquidation on Friday's report.

Beans: V-332,431/OI-763,082(-15,302) Meal: V-146,282/OI-398,185(-3,945) Oil: V-225,662/OI-524,549(-2,028)

At the break, SN21 was 18 lower.

WHEAT: LOWER

The wheat market recovered much of the losses incurred last Thursday, as corn and beans reversed higher on higher on Friday. Harvest continued to progress this weekend, with open weather conditions until last night, which will resume harvest pressure on prices. The KC spot rail market firmed slightly for 12 pro, as buyers see that protein is going to be hard to get their hands on, and there is very little old crop movement right now. CFTC reports were delayed until today, due to the impromptu holiday declared on Friday. Overnight trade moved lower from the open, chopping around for much of the session, with weekend rains in the Corn Belt, and more to come this week taking corn lower. Look for wheat to be a follower to start the week, happily seeing harvest weakness, with good yields and quality for much of the HRW areas.

At the break, KWN21 was 10 lower.

CATTLE: STEADY-HIGHER

Despite some incredible volatility in outside markets, the cattle markets performed about as positive as any for the week on net - LC futures up generally \$1-2 and FC up \$3-4. That comes as our cash cattle markets have finally come off the weeks-long \$119-120 mark to \$122-125 and packers spend away some margin. Our weekly slaughter total of 663K head follows the 665K of the prior week and was perhaps slightly better than expected, and a positive sign that we've managed two consecutive solid Saturday slaughter totals of 69K and 70K head respectively. We'll be expecting another 655-665K slaughter total this week and another round of firmer cash cattle business as well. Quality grade has become important for the cash markets with the choice-select spread now out to a record wide \$40/cwt. USDA monthly Cattle on Feed data will be out this Friday where we'll be expecting a moderating placement pace and lower-trending on feed inventory counts.

Fund Position	Accumulative	Yesterday
Corn	247,553	20,000
Soybeans	53,885	20,000
Soybean Meal	10,993	10,000
Soybean Oil	45,339	8,000
Chicago Wheat	-27,275	15,000
KC Wheat	18,977	0



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