

USDA Crop Report Recap

June 10, 2021



US Carryout 2021-2022

	6/10/2021	5/12/2021	Change	Average Trade Guess
Corn	1.357	1.507	-0.150	1.423
Soybeans	0.155	0.140	0.015	0.146
Wheat	0.770	0.774	-0.004	0.783

In billion bushels

Items of note:

Bulls, previously inspired by the seemingly unsolvable new crop soybean balance table, were disappointed by the slight increase in new crop carryout projection today. USDA dropped BRZ corn 3.5 mmt to 98.5, the private guesses remain in the low 90s. KS wheat crop pegged at 359 mln, 28 mln bu higher than May.

Old crop carryouts adjustments were friendly for the cereals, surprisingly bearish for soybeans:

- All wheat -20 Million from May (852 million), HRW was down 4 mln bu from May
- Corn -150 million (1.107 billion)
- Soybeans +13 million (135 million)

Weather concerns are still focused on the dryness in the northwestern Corn Belt: Nebraska, Dakotas Iowa and Minnesota. This large of an area calls to question whether trend line yields can be achieved nationally. Pollination forecasts (so 16-30 day) lean warmish and dryish. Larger acres are baked into the cake for the row crops, even the June 30th stocks and acres will pale in market importance to weather.

20 day Moving Averages:

- Corn CN21 6.65 (7.04 ¾ last 12:05 pm) above the 20, 50 and 100 day MAs
- Soybeans SN21 15.51 ¾ (15.48 ½ last) below the 20 DMA, above the 50 & 100 day MAs
- KC Wheat KWN21 6.31 ½ (6.40 ¾ last) above the 20, and 100 day MAs, below the 50 DMA