Grain
Corn – July 18 down $.14 closing $3.77 ¾
Soybeans – July 18 down $.52 closing $9.69 ¾
Wheat – July 18 down $.03 closing $5.20
Soybean Meal – July 18 down $6.00 closing $358.2

Outsides
Dow – up 681.38 closing 25316.53
S&P – up 5.06 closing 2779.03
NASDAQ – up 94.01 closing 7645.51
US Dollar – June 18 down .62 closing 93.56
Crude Oil – July 18 down .09 closing $65.62

Livestock
Cattle – August 18 up $1.33 closing $103.63
Feeders – August 18 up $1.24 closing $147.57
Hogs – July 18 up $1.98 closing $80.78
Class III Milk – July 18 down $0.09 closing $16.03

News/Reports:
• The next USDA report will be the June WASDE report out on Tuesday June 12th at 12:00 est.
• Corn: Trade sees 17/18 corn c/o down 18 mbu to 2.164 (range: 2.125-2.208); 18/19 ending stocks 30 mbu lower at 1.652 (range: 1.425-1.851).
• Soybeans: Trade sees 17/18 SB c/o down 6 mbu to 524 (range: 473-566); 18/19 ending stocks 25 mbu higher at 440 (range: 395-702).
• Wheat: Trade sees 17/18 wheat c/o up 9 mbu to 1.079 bbu (range: 1.045-1.100) with USDA at 1,070 LM; 18/19 ending stocks 2 mbu higher at 957 (range: 820-994).
• T-Storm Weather: Rainfall coverage and amounts are increased to 1.25” to 2.50” over the next 10 days for most corn, soybeans, and spring wheat (and temperatures are slightly decreased) because it is increasingly apparent that a number of waves of energy will trigger t-storms as they float across the edge of heat to the south. A stronger system is expected to break the atmospheric setup early next, likely causing a seasonably-cooler air mass to at least temporarily envelop all areas for June 15-19 and maintaining at least some rainfall opportunities.
• Dr. Cordonnier maintains U.S. corn yield estimate at 176 bp, bias is towards the up side, Brazil corn crop lowered 1 MMT to 81.0 (lower bias) with Argentina held steady at 32.0 (neutral).
• If US forecasted rains materialize, there is definitely more chatter about the potential of above trend line yields. This chatter helped push CZ back below $4.00, for the first since early April.

Notes:
• Trade disputes continue to escalate as the exemption for Canada, Mexico, and EU steel and aluminum import tariffs expire. Mexico’s retaliatory tariff list includes $1.14 billion in pork products. Other commodities affected include apples, grapes, blueberries, and cheeses. The EU’s retaliatory tariff list includes $3.5 billion in US products, $1 billion of that being agricultural. Canada announced their retaliatory tariffs on $12.8 billion worth of US exports. These all put more pressure on agriculture as overall farm incomes decline and the pork industry expands.
• Tyson Foods Inc. is making a push into organic chicken, striking a deal to acquire the Smart Chicken brand, the company said Monday. Buying the Nebraska-based maker of organic fresh chicken and chicken sausages broadens Tyson’s organic offerings as rival meat companies pursue their own deals and shift more of their poultry toward the burgeoning market, where sales are growing faster than conventional chicken.
• Export demand the past month has been terrific—2nd best showing in a dozen years. Looks to us that old crop shipments could surpass the USDA’s # by 75 million.
• The city of Waupun, WI announced that a $150M soybean processing plant will be built next year by the Wisconsin Soybean Crushing Plant. Permits allow for 3,575 tons/day of beans to be crushed. The plant plans to open in 2020.
• Crude oil inventories increased last week. Crude oil stocks gained 2.1 million barrels last week following a decline of 3.6 million barrels the week before. Stocks of 436.6 million barrels are down 15% from a year ago. Domestic oil production increased 31 thousand barrels per day last week.
• Bayer successfully completed their $62.8B acquisition of Monsanto. Integration is expected to start within 2 months after Bayer’s ag assets are sold to BASF.