

MORNING MARKET REPORT

Thursday, July 21, 2022

Market Summary

Wheat futures are trading mostly higher this morning, down 2 to up 8 cents in the SEPT futures with MPLS being about unchanged. US Corn belt looks like it may have some relief coming with moisture in next week's forecast that could help the crop as it is in its vulnerable silking stage. Corn and Soybeans are trading near recent lows. Wheat rallied a bit yesterday but it was tempered by the possibility of an agreement between Russia, Ukraine, and Turkey (and the UN) to ship Ukrainian wheat through the Black Sea ports. More experienced analysts still don't trust Russia on their word and are in the "I'll believe it when I see it" mentality. Weekly export sales report for wheat came in at 511,100 MT vs the 300-850k MT estimates. Not spectacular, but not bad. Energy stocks trading lower as demand slows. US Dollar is mostly maintaining its position.

Egypt's GASC is believed to have bought 640,000 MT of wheat for LH Sep - FH Nov shipment at about \$405/MT mostly coming from France and Russia. This was about \$30 MT sheaper than what the US was bidding on the prior now-cancelled tender which is a little more than just the freight difference but at least we know where we stack up relative to others pricewise. Egypt has always been a hard market for the US to get into with cheaper and closer options nearby.

Extreme heat wave going through the European Union is looking like it may start eating away at their yeild potential for both Corn and Wheat crops. SovEcon raised their 2022 Russian Wheat crop estimate by 1.7 MMT to 90.9 MMT, with winter wheat yield up 14.9% from last year at 3.94 MT/Ha.

<u>The Russia, Ukraine, Turkey negotiations on shipping Ukrainian wheat</u> are continuing today and are reportedly progressing nicely. Russia still has demands that have to be met and there is nothing formalized as of yet.

<u>Cash Futures Prices:</u> Chicago **SEPT** is up 6 at 826, KC **SEPT** is up 8 at 878 and MPLS **SEPT** is down 2 at 922. US Dollar is trading 0.02 lower at 107.05.

Cash Grain Bids: Delivered Portland					
	SWW	*CLUB*	HRW 11.5%	DNS 14.0%	BARLEY
	Bushel	Bushel	Bushel	Bushel	Ton
JULY	9.40	9.90	9.87	10.02	265.00
AUG-Nc	9.40	9.90	9.87	10.02	265.00
SEP-Nc	9.40	9.90	9.87	10.02	265.00
OCT-Nc	9.42	9.92	9.94	10.13	265.00
NOV-NC	9.44	9.44	9.94	10.13	265.00
DEC-NC	9.46	9.46	9.94	10.13	265.00

PROTEIN SCALES

HRW: +0 cents each 1/2% above 11.5% to 13.0%; -5 cents each

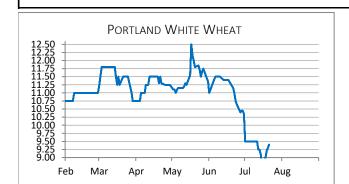
1/2% below 11.5%

DNS: +0 cents each 1/4% above 14.0% to 15.5%; - 02 cents each

1/4% below 14.0%

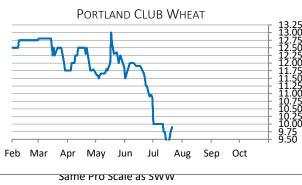
SWW: No Discount or Premium from 10.5% pro. New crop Sww: Market scale based on 10.5% pro.

** CLUB WHEAT MAX 10.5% PROTEIN ONLY **









his communication may contain privileged and/or confidential information and is intended only for the use of the individual or entity to which it is addressed. If the reader of this message is not the intended recipient, you are hereby notified that any unauthorized dissemination, distribution, and/or use of this communication is strictly prohibited. Uniontown Cooperative Association makes no representation or warranty regarding the correctness of any
information contained herein, or the appropriateness of any transaction for any person. There is a risk of loss when trading commodity futures and options.