



MORNING MARKET REPORT

Wednesday, December 7, 2022

Market Summary

Wheat futures are rebounding a bit this morning, up 8 to 25 cents in the **MARCH** futures.

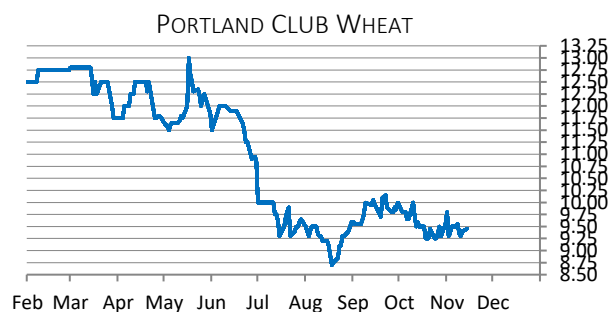
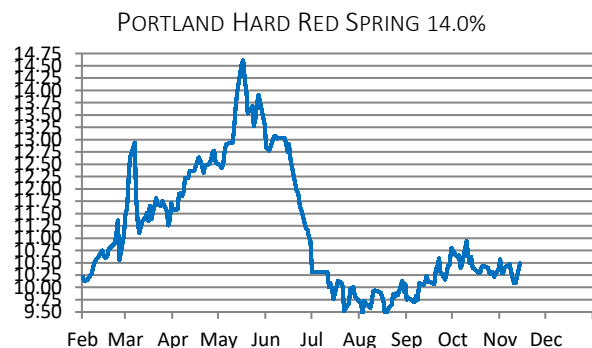
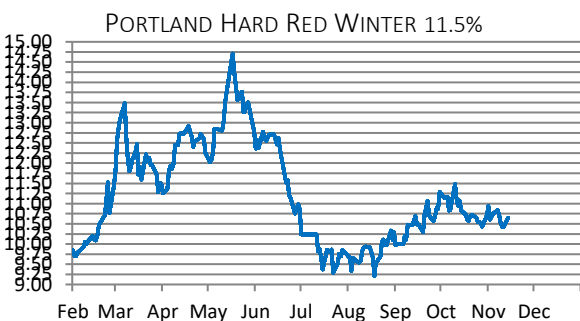
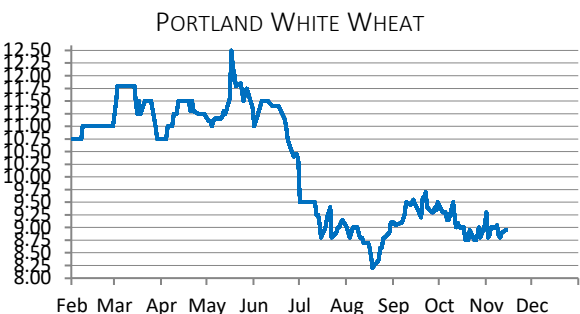
Not a lot of fresh news for speculators to trade on this morning. Might be seeing just a natural up-swing after back-to-back-to-back... sessions of losses. At some point prices become competitive again and export prospects perk up and traders that sold earlier are looking to buy back in cheap. For lack of a better understanding, that is what I'm leaning on until something else flashes. The China-COVID restrictions have been a hot topic and it is easy to see how their economy plugs into the global flow of commodities and goods. An active Chinese economy will consume more resources and trade more goods which will be beneficial to those trading with China. Russia-Ukraine conflict and Black Sea shipments seem to have found a "new normal" which is muting the effect of headlines out of the area.

Wheat futures are now back down to levels they were trading at prior to the Russian

invasion of Ukraine. The Chicago March futures is closed at 7.36 which is at a level not seen since October 2021, well before the Russia-Ukraine conflict. **How is it that the fundamental narrative of tight supplies and 15 year low stocks-to-use has not changed in recent months** but we are still seeing CHI Wheat futures dropping below the pre-invasion levels? I'm asking people smarter than me that question and don't have a good answer for you. Wheat has been losing much of its premium over corn which had been as much as 3.00 per bushel, now down to closer to a buck over (which is closer to the average premium). Wheat futures outside the US are all losing value as well, which is pressuring our markets lower.

Australia's wheat crop should come in at record levels but will likely have a lot of quality issues, turning a lot of milling wheat into feed wheat. South America is still in dire straits with Argentina trying to grow crops during one of their worst droughts in recent history.

Cash Futures Prices: Chicago **MARCH** is up 25 at 754, KC **MARCH** is up 23 at 853 and MPLS **MARCH** is up 8 at 904. US Dollar is trading **0.58 lower** to 105.00.



Same Pro Scale as SWW

CASH GRAIN BIDS: DELIVERED PORTLAND

	SWW Bushel	*CLUB* Bushel	HRW 11.5% Bushel	DNS 14.0% Bushel	BARLEY Ton
DEC	8.55	9.05	9.73	9.84	260.00
JAN	8.55	9.05	9.73	9.84	260.00
FEB	8.59	9.09	9.73	9.84	260.00
MAR	8.63	8.63	9.73	9.84	260.00
APR	8.67	8.67	9.69	9.86	260.00
MAY	8.71	8.71	9.69	9.86	260.00

PROTEIN SCALES

HRW: + 5 cents each 1/2% above 11.5% to 13.0%; - 10 cents each 1/2% below 11.5%

DNS: + 2 cents each 1/4% above 14.0% to 15.5%; - 04 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 ****

This 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.