

# MORNING MARKET REPORT 

Monday, June 26, 2023

Market Summary

Wheat futures are trading mostly lower this morning, down 5 to up 4 cents in the JULY futures. Weekend rains were spotty but mostly as expected, with SD receiving up to $3.5^{\prime \prime}$, eastern IA up to $2^{\prime \prime}$, and parts of MN and WI 0.5-2". Western IA 0.3-0.5", NE 0-0.5" and IL 0$0.3^{\prime \prime}$. The eastern corn belt would have liked to get more moisture but have chances for more in the forecast. Commodity markets are anticipating another drop in conditions with this afternoon's crop condition report
The Wagner Group, mercenaries who were fighting for Russia, took control of a Ukraine border town and began marching towards Moscow on Saturday, after their leader accused Russian forces of targeting his troops with missile strickes. The conflict quickly ended, and the Wagner leader fled to Belarus, but U.S. sec of state Blinken said yesterday, "We haven't seen the last act. We're watching it very closely." Markets quickly put some risk premium on during last night's evening session but that has mostly tapered during this morning. Chicago wheat had been challenging its 200-day moving average with CHI JLY trading up to 756, which was 1 cent away from the 757 line, before falling back down. We saw CHI wheat climb comfortably over the 100-day Moving average last week and that line at 686 has changed from resistance to support. Speculative traders bought back 16,200 contracts of Chicago wheat, still net short 86,200 contracts, and trimmed their KC wheat short by 1,700, now net short 8,400 contracts. Ukraine's foreign ministry ambassador said she is $99.9 \%$ certain Russia will exit the Black Sea grain deal. Russia has found other ways to get their ammonia exports to market. Ukraine's "plan b" if Russia exits the deal includes a special insurance fund of around \$547 million for companies whose ships would come into Ukrainian Black sea ports under a new arrangement. Ukraine has also said it can export grain via its small Danube river ports as well as through its Western border with the European Union
Cash Futures Prices: Chicago JULY is down 4 cent at 728 . KC JULY is up 4 at 863 and MPLS JULY is down 5 at 858 US Dollar is trading 0.11 lower at 102.79.

| Cash Grain Bids: Delivered Portland |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | SWW <br> Bushel | ${ }^{*}$ CLUB* <br> Bushel | HRW 11.5\% <br> Bushel | DNS 14.0\% <br> Bushel | BARLEY <br> Ton |
| JUN | 7.45 | 7.45 | 9.10 | 9.28 | 240.00 |
| JLY - NC | 7.45 | 7.45 | 9.10 | 9.28 | 240.00 |
| AUG - NC | 7.50 | 7.50 | 9.10 | 9.39 | 220.00 |
| SEP - NC | 7.50 | 7.50 | 9.10 | 9.39 | 220.00 |
| OCT - NC | 7.55 | 7.55 | 9.11 | 9.47 | 220.00 |
| NOV - NC | 7.55 | 7.55 | 9.11 | 9.47 | 220.00 |
|  |  |  |  |  |  |

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 **

 information contained herein, or the appropriateness of any transaction for any person. There is a risk of loss when trading commodity futures and options.

