



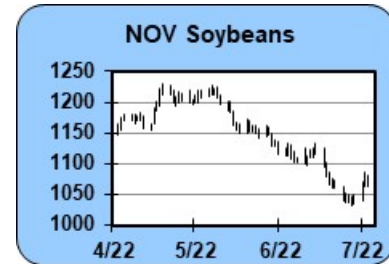
## DAILY GRAINS COMMENTARY Thursday July 25, 2024

### DAILY SOY COMPLEX COMMENTARY 7/25/2024

**November beans pull back 50%, weather forecast bullish**

**OVERNIGHT CHANGES THROUGH 6:06 AM (CT):  
SOY BEANS -0.0, BEAN OIL +0.0, SOYMEAL -0.0**

**OVERNIGHT DEVELOPMENTS:** Soybeans (NOV 24) prices overnight are down -2; Soymeal (DEC 24) down -0.10; and Soyoil (DEC 24) down -0.23. Soybean open interest as of July 24 was up 1,935 contracts, soymeal down 2,066 contracts, and soybean oil up 1,796. Chinese Dalian (SEP 24) Soybeans down 0.68%, Soymeal down 0.57%, Soyoil down 1.00%, Palm oil down 1.55%. Malaysian Palm was down 0.18%.



**NEAR-TERM MARKET FUNDAMENTALS:** A few more rain chances in the eastern belt was enough to put some pressure on beans yesterday and prices are starting the day slightly lower. However, the forecast remains unchanged for the central and western belt and calls for mostly dry and hot weather for the next 2 weeks. Scattered rains are expected in Indiana and Ohio and above normal temperatures will be spreading across from the western belt to the eastern belt by week 2. Current subsoil moisture is keeping weather bull's enthusiasm in check as the crop can endure a short bout of heat stress. If the hot/dry pattern lasts beyond week 2, traders are likely to pay much more attention. Another headwind for prices is the weakening Brazilian currency, which encourages Brazilian farmers to sell stored grain. Weekly export sales this morning are expected in a range of 100,000-400,000 tonnes for old crop beans and 500,000-900,000 tonnes for new crop. Old crop meal is expected at 50,000-400,000 tons with new crop at 225,000-400,000 and bean oil 0-15,000. Malaysian Palm oil exports for July 1 through the 25th were 1,173,224 tonnes and that compares with the same period in June at 891,750 tonnes. There are rumors Argentine crush workers may strike next week and if that occurs, it could add another level of support for meal and beans. The overnight pullback in November beans tested retracement support at 1059 and the weather forecast suggests prices could be in for a rebound.

#### **TODAY'S MARKET IDEAS:**

The weather outlook does not look much different than yesterday other than a few more scattered rain chances in the eastern belt, but the center and western growing areas will see mostly dry conditions and above normal temperatures for the next 2 weeks. November beans overnight pulled back to the 50% retracement level at 1059 and the 618 retracement stands at 1053. The bull camp may step up at these retracement levels and offer a chance for a rebound to finish out the week.

#### **NEW RECOMMENDATIONS:**

None.

#### **PREVIOUS RECOMMENDATIONS:**

None

#### **SOYBEAN COMPLEX TECHNICAL OUTLOOK:**

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

SOYBEANS (AUG) 07/25/2024: Momentum studies are trending higher from mid-range, which should support a move higher if resistance levels are penetrated. The close above the 9-day moving average is a positive short-term indicator for trend. The market's close below the pivot swing number is a mildly negative setup. The next upside target is 1131. The next area of resistance is around 1120 1/4 and 1131, while 1st support hits today at 1101 3/4 and below there at 1093 3/4.

SOYBEAN OIL (DEC) 07/25/2024: The market back below the 60-day moving average suggests the longer-term trend could be turning down. Daily stochastics are trending lower but have declined into oversold territory. The market's short-term trend is negative as the close remains below the 9-day moving average. There could be some early pressure today given the market's negative setup with the close below the 2nd swing support. The next downside target is now at 43.15. The next area of resistance is around 44.69 and 45.51, while 1st support hits today at 43.51 and below there at 43.15.

SOYMEAL (DEC) 07/25/2024: Positive momentum studies in the neutral zone will tend to reinforce higher price action. The cross over and close above the 18-day moving average is an indication the intermediate-term trend has turned positive. The daily closing price reversal up on the daily chart is somewhat positive. It is a mildly bullish indicator that the market closed over the pivot swing number. The next upside objective is 331.1. The next area of resistance is around 325.7 and 331.1, while 1st support hits today at 315.5 and below there at 310.6.

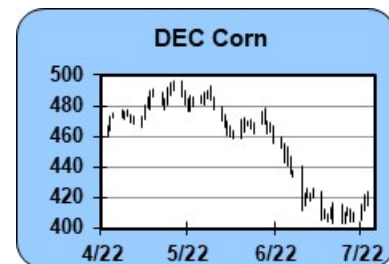
## DAILY CORN COMMENTARY

7/25/2024

**Rising temps/limited precip for central/western belt next week**

**OVERNIGHT CHANGES THROUGH 6:06 AM (CT):**  
CORN +0.1

**OVERNIGHT DEVELOPMENTS:** Corn (DEC 24) prices overnight are up 3/4. Corn open interest as of July 24 was up 4,661 contracts. Chinese Dalian (SEP 24) Corn was down 1.18%.



**NEAR-TERM MARKET FUNDAMENTALS:** Steady action to start the day on corn after prices made a 3-week high yesterday but pulled back.

The weather forecast keeps the edge with the bull camp. The Plains and Western corn belt will be the focus of the crop stress over the next 2 weeks and the 6-10 and 8-14 day outlooks both call for below normal precipitation, except for Indiana and Ohio, and above normal temperatures across all of the Midwest by week 2. Weekly export sales this morning are expected in a range of 200,00-700,000 tonnes for old crop and 100,000-600,000 tonnes for new crop. LSEG raised their 2023/24 Brazil total corn production number by 1% to 120.1 million tonnes, compared to CONAB at 115.9 and USDA at 122. Ethanol production was 1.095 million barrels per day, compared to pre-report guesses of 1.090 and below last week's 1.106 million. Ethanol stocks were 23.723 million barrels, compared to estimates of 23.481 and 23.160 last week. Stocks were a 9-week high. Crop scout Dr. Cordonnier raised his US corn yield projection 1.5 BPA to 181.5, up from USDA's 181 BPA. December corn's breakout this week above the recent range is friendly and the current weather forecast may encourage buying on pullbacks below 415. Important resistance stands at 430.

Ethanol average daily production for the week ending July 19 averaged 1.095 million barrels. This is a new high daily production for this week of the year. The previous high was 1.094 million barrels per day in 2023. This was down 1.0% from last week and up 0.1% from last year. The 5-year average for this week is 1.018 million barrels per day. Ethanol production for the week was 7.665 million barrels. Ethanol stocks were 23.723 million barrels. This was a new high stocks level for this week of the year. The previous high was 23.689 million barrels in 2019. This was the highest since May 17 and up 2.4% from last week and up 2.1% from last year. The 5-year average stocks for this week is 22.513 million barrels. The amount of corn used for the week is estimated at 108.69 million bushels. Cumulative corn use for the crop year has reached 4.746 billion bushels. Corn use needs to average 114.60 million bushels per week to meet the USDA's marketing year forecast of 5.450 billion bushels.

### **TODAY'S MARKET IDEAS:**

Corn has not seen aggressive buying this week, despite the seemingly bullish weather forecast. However, with funds holding a near record short, it is doubtful they will be adding new short positions at this level, therefore, the downside may be limited for the near-term. Look for buying to surface on December corn below 415.

### **NEW RECOMMENDATIONS:**

None.

### **PREVIOUS RECOMMENDATIONS:**

None.

### **CORN TECHNICAL OUTLOOK:**

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

CORN (SEP) 07/25/2024: Momentum studies are trending higher from mid-range, which should support a move higher if resistance levels are penetrated. A positive signal for trend short-term was given on a close over the 9-bar moving average. The market has a slightly positive tilt with the close over the swing pivot. The near-term upside objective is at 414 1/2. The next area of resistance is around 409 and 414 1/2, while 1st support hits today at 398 1/2 and below there at 393 1/2.

CORN (DEC) 07/25/2024: Momentum studies are rising from mid-range, which could accelerate a move higher if resistance levels are penetrated. The close above the 9-day moving average is a positive short-term indicator for trend. The market has a slightly positive tilt with the close over the swing pivot. The near-term upside target is at 427 3/4. The next area of resistance is around 422 1/2 and 427 3/4, while 1st support hits today at 413 1/2 and below there at 409 1/2.

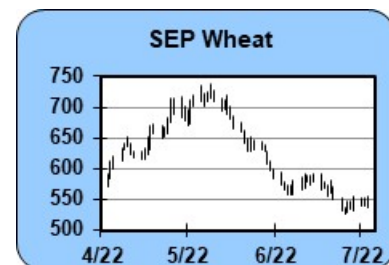
### **DAILY WHEAT COMMENTARY**

**7/25/2024**

#### **More strong yield results from Day 2 of HRS crop tour**

**OVERNIGHT CHANGES THROUGH 6:06 AM (CT):**  
**WHEAT -0.28**

**OVERNIGHT DEVELOPMENTS:** Chicago wheat (SEP 24) prices overnight are down -2 3/4; Kansas City (SEP 24) down -4 1/2; and Minneapolis (SEP 24) down -2. MATIF Milling Wheat(DEC 24) was down -0.5%. Chicago wheat open interest as of July 24 was down 5,722 contracts and Minneapolis wheat was up 3,332 contracts.



**NEAR-TERM MARKET FUNDAMENTALS:** Wheat is struggling this week with strong results from the HRS crop tour across the Dakotas keeping aggressive buying at bay. Day 2 of the HRS tour moved across northwest North Dakota and yields were pegged at 53.7 BPA, up from 45.7 year ago but down from USDA's 56 BPA estimate for the state. This follows the day 1 yields, which were the highest since the tour began in 1994. Final tour results will be out this afternoon. Partly due to the improved spring wheat conditions, LSEG estimates US wheat production up 2% to 53.5 million tonnes and a yield of 51.8 BPA, 2.3% above year ago and 6.1% above trend. They also raised Canadian production 1% to 33.8 million tonnes, compared to USDA at 35 million. Weekly export sales this morning are expected in a range of 300,000-625,000 tonnes. China says their wheat yields are up 2.6% from last year but quality has suffered. After passing on their tender earlier this week, Jordan is back tendering for 120,000 tonnes of milling wheat and 120,000 tonnes of barley. Australian regulators are suing COFCO for wheat market manipulation in the 1st half of 2022. With prices mostly sideways this week and bearish news from the HRS crop tour, December Chicago has been unable to get above resistance at 581. Bullish momentum has stalled, and

prices may continue in a choppy pattern to finish out the week.

**TODAY'S MARKET IDEAS:**

The HRS crop tour finds good conditions for the 2nd day in a row and that has created a significant bearish headwind for prices this week. US SRW prices are competitive and US export potential is showing signs of increasing but the supply side is also increasing. Chicago December nearby retracement resistance is 582 3/4 and the market will need a close over that level to open the door to further upside potential. Look for support at 558.

**NEW RECOMMENDATIONS:**

None.

**PREVIOUS RECOMMENDATIONS:**

None.

**WHEAT TECHNICAL OUTLOOK:**

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

WHEAT (SEP) 07/25/2024: Daily momentum studies are on the rise from low levels and should accelerate a move higher on a push through the 1st swing resistance. The market's close above the 9-day moving average suggests the short-term trend remains positive. The upside daily closing price reversal gives the market a bullish tilt. With the close higher than the pivot swing number, the market is in a slightly bullish posture. The near-term upside target is at 564 3/4. The next area of resistance is around 556 and 564 3/4, while 1st support hits today at 538 and below there at 528 1/2.

KC WHEAT (SEP) 07/25/2024: Momentum studies are rising from mid-range, which could accelerate a move higher if resistance levels are penetrated. A positive signal for trend short-term was given on a close over the 9-bar moving average. The upside closing price reversal on the daily chart is somewhat bullish. It is a slightly negative indicator that the close was lower than the pivot swing number. The next upside target is 583 1/2. The next area of resistance is around 575 1/2 and 583 1/2, while 1st support hits today at 560 and below there at 552 1/4.

MINN WHEAT (SEP) 07/25/2024: Momentum studies are trending higher from mid-range, which should support a move higher if resistance levels are penetrated. The intermediate trend has turned down with the cross over back below the 18-day moving average. The market's close below the pivot swing number is a mildly negative setup. The near-term upside target is at 626. The next area of resistance is around 617 1/4 and 626, while 1st support hits today at 604 1/4 and below there at 599 3/4.

RICE (SEP) 07/25/2024: Momentum studies are trending higher from mid-range, which should support a move higher if resistance levels are penetrated. The cross over and close above the 18-day moving average is an indication the intermediate-term trend has turned positive. The market has a slightly positive tilt with the close over the swing pivot. The next upside objective is 15.226. The next area of resistance is around 14.992 and 15.226, while 1st support hits today at 14.588 and below there at 14.417.

**DAILY TECHNICAL STATISTICS**

	CLOSE	9 DAY RSI	14 DAY RSI	14 DAY SLOW STOCH D	14 DAY SLOW STOCH K	4 DAY M AVG	9 DAY M AVG	18 DAY M AVG	45 DAY M AVG	60 DAY M AVG
<b>GRAIN COMPLEX</b>										
CNAU24	403 3/4	49.32	43.02	24.63	37.46	399.25	397.17	399.79	432.34	441.61
CNAZ24	418	50.25	43.50	26.97	40.98	413.75	411.06	413.32	445.37	454.64
SSAQ24	1111	44.92	42.42	28.81	35.19	1110.88	1101.42	1120.94	1159.55	1172.78
SSAX24	1064	44.20	40.17	19.63	27.70	1061.06	1052.97	1076.13	1127.79	1145.49

SMAZ24	320.6	49.79	43.09	22.36	33.88	316.65	313.63	319.60	341.35	348.21
BOAZ24	44.10	41.47	44.16	25.19	18.44	44.51	44.65	45.61	45.14	45.06
WHAU24	547	42.25	39.48	23.06	27.30	545.13	541.00	558.53	614.17	625.74
WHAZ24	571	41.68	38.94	23.56	27.59	569.94	565.67	582.60	637.96	649.76
RCAU24	14.790	53.10	47.79	23.92	40.11	14.59	14.54	14.70	15.22	15.25
KWAU24	567 3/4	42.72	40.21	32.88	37.78	569.00	563.69	574.33	630.18	640.93
MWAU24	610 3/4	48.05	44.11	46.75	57.55	614.69	600.56	611.22	661.66	676.91
OTAZ24	327	53.33	49.83	66.31	73.52	330.75	322.39	319.47	339.34	349.10

Calculations based on previous session. Data collected 07/24/2024

Data sources can & do produce bad ticks. Verify before use.

## DAILY SWING STATISTICS

Contract		Support 2	Support 1	Pivot	Resist 1	Resist 2
<b>GRAIN COMPLEX</b>						
CNAU24	Corn	393 1/2	398 1/2	404	409	414 1/2
CNAZ24	Corn	409 1/4	413 1/2	418 1/2	422 1/2	427 3/4
SSAQ24	Soybeans	1093 3/4	1101 1/2	1112 1/2	1120 1/2	1131 1/4
SSAX24	Soybeans	1050 1/4	1055 1/4	1067 3/4	1072 3/4	1085 1/4
SMAZ24	Soymeal	310.5	315.4	320.8	325.7	331.1
BOAZ24	Soybean Oil	43.15	43.51	44.33	44.69	45.51
WHAU24	Wheat	528 1/2	538	546 3/4	556	565
WHAZ24	Wheat	553	562	570 3/4	580	588 1/2
RCAU24	Rice	14.416	14.587	14.821	14.992	15.226
KWAU24	KC Wheat	552	560	567 3/4	575 1/2	583 1/2
MWAU24	MINN Wheat	599 1/2	604	612 3/4	617 1/2	626
OTAZ24	Oats	315 3/4	320 1/2	328 3/4	333 1/2	341 3/4

Calculations based on previous session. Data collected 07/24/2024

Data sources can & do produce bad ticks. Verify before use.

\*\*\*This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Opinions expressed are subject to change without notice. Any information or recommendation contained herein: (i) is not based on, or tailored to, the commodity interest or cash market positions or other circumstances or characterizations of particular investors or traders; (ii) is not customized or personalized for any such investor or trader; and (iii) does not take into consideration, among other things, risk tolerance, net worth, or available risk capital. Any use or reliance upon the information or recommendations is at the sole discretion and election of the subscriber. The risk of loss in trading futures contracts or commodity options can be substantial, and traders should carefully consider the inherent risks of such trading in light of their financial condition. Any reproduction or retransmission of this report without the express written consent of Lakefront Futures is strictly prohibited.