



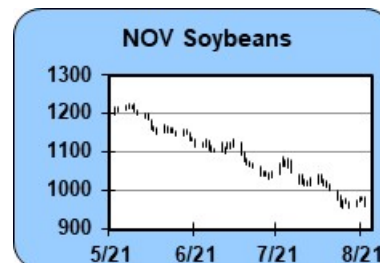
DAILY GRAINS COMMENTARY Tuesday August 27, 2024

DAILY SOY COMPLEX COMMENTARY 8/27/2024

Crop conditions fall 1%

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):
SOY BEANS -0.0, BEAN OIL +0.0, SOYMEAL +0.1

OVERNIGHT DEVELOPMENTS: Soybeans (NOV 24) prices overnight are down -1 3/4; Soymeal (DEC 24) up 0.80; and Soyoil (DEC 24) down -0.22. Soybean open interest as of August 26 was down 5,963 contracts, soymeal up 1,500 contracts, and soybean oil down 10,639. Chinese Dalian (NOV 24) Soybeans up 1.35%, Soymeal up 0.99%, Soyoil up 1.44%, Palm oil up 1.46%. Malaysian Palm was down 0.05%.



NEAR-TERM MARKET FUNDAMENTALS: Price action across the soy complex was encouraging yesterday with strong closes after a weaker start. We didn't see anything specific in the news to attribute to yesterday's rally but wouldn't be surprised to see additional 8 AM flash sales announcements this morning. Traders are aware a bumper crop is coming but late-season heat and dryness isn't the ideal finish to the crop season. Crop conditions fell 1% to 67% good/excellent and 89% of the crop has set pods compared to 88% average. Abnormal heat will continue across the eastern belt through midweek, then a cooling trend moves in for this weekend and next week. Over the next 5 days, shower chances will be limited in the western belt, but central and eastern bean belts will have precipitation chances. Below normal temperatures will be the feature in the 6 to 10 day forecast across all the Midwest, especially the eastern belt and the 8 to 14 day timeframe will see some minor warming coming into the Western belt with normal temperatures for the rest of the Midwest. The Chinese government says they are fining Sinograin for transporting used cooking oil in unclean fuel oil tankers. Weekly export inspections yesterday were in the upper end of the range of guesses. The Argentine oilseed workers strike that was suspended 2 weeks ago could start again later this week if the 2 sides cannot reach an agreement and that may have been one of the supportive factors in meal yesterday. Overnight, November beans took out last week's high by 1/2 cent before pulling back. A close over 985 would be a short-term bullish technical sign and could trigger some fund short covering. 1st notice day for September contracts is Friday of this week and oftentimes prices weaken into 1st notice day and rally after. Initial 20-day moving average resistance is 991 3/4 on November.

Soybean export inspections for the week ending August 22 came in at 411,165 metric tonnes. Cumulative inspections year-to-date are 44,203,159 metric tonnes which is 14.8% below last year. This is 95.5% of the USDA's forecast for the 2023-24 marketing year versus the five year average of 94.4%.

Soybeans rated good / excellent (G/EX) as of August 25 was down 1% at 67% and poor / very poor was up 1% at 9%. Current G/EX is up 4% versus the 10 year average and Poor / Very Poor is down 2% versus the 10 year average. Of the 18 reported states 6 reported better, 11 worse, and 1 unchanged G/EX ratings. The good / excellent ratings for the top producing states were: Illinois 64%(-6%), Iowa 77%(0%), Minnesota 63%(-1%), Indiana 71%(-1%), Ohio 48%(-8%).

TODAY'S MARKET IDEAS:

US crop conditions dropped 1% and above normal temperatures and dryness, especially across the eastern belt, is giving traders reasons to believe crop size has peaked. 1st notice day for September contracts is Friday and may keep prices under pressure for another day or two. November prices have not closed significantly above the 20-day moving average since late May and the average stands at 991 3/4 today. A close above that could trigger some fund short covering. Contract low support on November beans is 955 and beyond that 943.

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 (NOV) 08/27/2024: Rising from oversold levels, daily momentum studies would support higher prices, especially on a close above resistance. A positive signal for trend short-term was given on a close over the 9-bar moving average. A positive signal was given by the outside day up. Market positioning is positive with the close over the 1st swing resistance. The near-term upside target is at 997 3/4. Short-term indicators suggest buying pullbacks today. The next area of resistance is around 991 1/2 and 997 3/4, while 1st support hits today at 970 and below there at 954 1/2.

SOYBEAN OIL (DEC) 08/27/2024: Stochastics are at mid-range but trending higher, which should reinforce a move higher if resistance levels are taken out. A positive signal for trend short-term was given on a close over the 9-bar moving average. It is a mildly bullish indicator that the market closed over the pivot swing number. The near-term upside target is at 41.86. The next area of resistance is around 41.34 and 41.86, while 1st support hits today at 40.16 and below there at 39.49.

SOYMEAL (DEC) 08/27/2024: The daily stochastics gave a bullish indicator with a crossover up. Daily momentum studies are on the rise from low levels and should accelerate a move higher on a push through the 1st swing resistance. A positive signal for trend short-term was given on a close over the 9-bar moving average. The outside day up is a positive signal. The market's close above the 2nd swing resistance number is a bullish indication. The near-term upside objective is at 314.5. The next area of resistance is around 312.3 and 314.5, while 1st support hits today at 304.1 and below there at 298.0.

DAILY CORN COMMENTARY

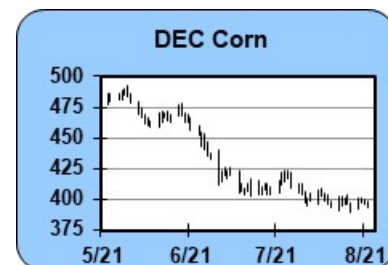
8/27/2024

New contract lows in Dec contract, first notice day Friday

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

CORN -0.1

OVERNIGHT DEVELOPMENTS: Corn (DEC 24) prices overnight are down -3/4. Corn open interest as of August 26 was down 11,787 contracts. Chinese Dalian (NOV 24) Corn was up 0.86%.



NEAR-TERM MARKET FUNDAMENTALS: A disappointing close in new contract lows in December corn yesterday and prices are not seeing any boost this morning from the 2% drop in US crop conditions last week. Demand has been consistent, but lower prices have not uncovered substantial buying, despite US export prices being the cheapest origin. Corn open interest yesterday dropped nearly 12,000 contracts, an indication some longs were throwing in the towel. 1st notice day for September contracts is Friday and longs must exit to avoid delivery risk and that is likely keep pressure on the market for the next couple days. The Rosario Grain Exchange says Argentina's corn planted area could be down 21% in the coming season and the Buenos Aries Grain Exchange expects area to be down 17%. The significant damage from the leafhopper outbreak in this past season has given Argentine farmers a reason to plant more soy. Safras says center South Brazilian corn harvest is now 98.2% done, way above the average of

70.7%. Yesterday's weekly export inspections were in the lower half of the range of guesses and the lowest in 2 months. However, shipment data indicates USDA's old crop export forecast is too low as the 2023/24 season wraps up at the end of this week. EU crop monitor, MARS, lowered EU expected corn yield to 7.03 tonnes per hectare, down from 7.24 last month, 6% below last year. Something to watch longer-term, massive wildfires have hit Brazil's Sao Paulo region where much of the sugarcane crop is grown, which is expected to reduce harvest. Sugar and corn are used for ethanol in Brazil and less sugar production could increase corn used for ethanol in the country. December corn looks headed down to the 370-380 longer-term support zone and we see the downside risk as limited from there. The US crop is certainly going to be large, but Pro Farmer tour results raised doubts whether USDA will further increase yields in the September supply/demand report.

Corn export inspections for the week ending August 22 came in at 894,295 metric tonnes. Cumulative inspections year-to-date are 51,034,174 metric tonnes which is 38.7% above last year. This is 89.3% of the USDA's forecast for the 2023-24 marketing year versus the five year average of 89.1%.

Corn rated good / excellent (G/EX) as of August 25 was down 2% at 65% and poor / very poor was up 2% at 13%. Current G/EX is up 1% versus the 10 year average and Poor / Very Poor is up 1% versus the 10 year average. Of the 18 reported states 4 reported better, 10 worse, and 4 unchanged G/EX ratings. The good / excellent ratings for the top producing states were: Iowa 77%(0%), Illinois 73%(-3%), Nebraska 68%(-4%), Minnesota 60%(-1%), Indiana 71%(-2%).

TODAY'S MARKET IDEAS:

Prices are weaker, looking for a level that encourages more substantial demand, and we think the market is getting close to finding it. December is closing in on a longer-term support zone at 370-380. A technical bottom is needed to start a rally and force Managed Money shorts to cover. Short traders may consider exiting positions on a test of 380 as we think the downside risk from there would be limited.

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 (DEC) 08/27/2024: 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. The market is in a bearish position with the close below the 2nd swing support number. The next downside objective is now at 381 1/4. The next area of resistance is around 389 1/2 and 393 1/4, while 1st support hits today at 383 1/2 and below there at 381 1/4.

CORN (MAR) 08/27/2024: Momentum studies are still bearish but are now at oversold levels and will tend to support reversal action if it occurs. The market's close below the 9-day moving average is an indication the short-term trend remains negative. There could be some early pressure today given the market's negative setup with the close below the 2nd swing support. The next downside objective is 400 1/4. The next area of resistance is around 408 and 411 1/2, while 1st support hits today at 402 1/2 and below there at 400 1/4.

DAILY WHEAT COMMENTARY

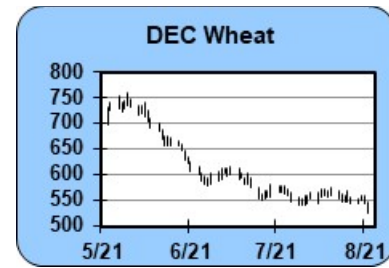
8/27/2024

Pattern change to bring precip chances into Southern Plains

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

WHEAT -0.33

OVERNIGHT DEVELOPMENTS: Chicago wheat (DEC 24) prices overnight are down -3 1/2; Kansas City (DEC 24) down -1 3/4; and Minneapolis (DEC 24) down -2. MATIF Milling Wheat(DEC 24) was down -0.1%. Chicago wheat open interest as of August 26 was down 11,143 contracts and Minneapolis wheat was down 2,222 contracts.



NEAR-TERM MARKET FUNDAMENTALS: The slow grind lower in wheat continues with another new contract low overnight in Chicago December. Weekly export inspections yesterday were at the upper end of the range of guesses and slightly above the average of the last month, offering some hope that demand is rising. Jordan tendered for 120,000 tonnes of wheat overnight and SovEcon says Egypt will likely return soon to try and fill the rest of their 3.8 million tonne tender, which could finally result in a price bottom. US HRS conditions dropped 4% last week to 69% good/excellent, compared to 37% last year. The Rosario Grain Exchange says recent rains in Argentina have not been enough to revitalize the crop. Spotty frosts this week in southern Brazil could result in some minor damage to the wheat crop there. EU crop monitoring agency, MARS, lowered EU SRW yield to 5.68 tonnes per hectare, down 2% year-over-year and French yield was lowered 16%. One reason for the recent fall in US prices is weakness in the EU prices. As the US Dollar drops and the Euro currency rallies, US competitiveness increases while EU loses its advantage, hurting Paris wheat futures. 1st notice day for September wheat contracts is Friday and pressure may continue today and tomorrow until longs have exited to avoid delivery risk. December Chicago wheat has a final downside objective of 500 to 505 and short traders should consider exiting short positions on any break below 510.

Wheat export inspections for the week ending August 22 came in at 537,179 metric tonnes. Cumulative inspections year-to-date are 5,146,113 metric tonnes which is 27.7% above last year. This is 22.9% of the USDA's forecast for the 2024-25 marketing year versus the five year average of 22.5%.

Spring Wheat harvested as of August 25 was up 20% at 51%. This is up 1% versus last year and down 9% versus the 10 year average. The top producing states report North Dakota 43%(+22%), Minnesota 54%(+23%), Montana 56%(+18%), South Dakota 83%(+13%), Idaho 43%(+19%).

Spring Wheat rated good / excellent (G/EX) as of August 25 was down 4% at 69% and poor / very poor was up 5% at 10%. Current G/EX is up 7% versus the 10 year average and Poor / Very Poor is unchanged versus the 10 year average. Of the 6 reported states 0 reported better, 4 worse, and 2 unchanged G/EX ratings. The good / excellent ratings for the top producing states were: North Dakota 77%(-1%), Minnesota 83%(-4%), Montana 57%(-6%), South Dakota 80%(0%), Idaho 59%(-5%).

TODAY'S MARKET IDEAS:

The weak technical outlook and lack of strength in Russian or EU prices are negative factors for the market today, along with upcoming 1st notice day for September contracts. The downside breakout last week on Chicago December suggests the market may drop to a technical objective in the 500 area. Price weakness is likely to continue until the break uncovers more global demand.

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 (DEC) 08/27/2024: Daily stochastics declining into oversold territory suggest the selling may be drying up soon. A negative signal for trend short-term was given on a close under the 9-bar moving average. It is a slightly negative indicator that the close was under the swing pivot. The next downside objective is now at 516 1/4. The 9-day RSI under 30 indicates the market is approaching oversold levels. The next area of resistance is around 529 3/4 and 535 1/2, while 1st support hits today at 520 1/4 and below there at 516 1/4.

KC WHEAT (DEC) 08/27/2024: Daily stochastics declining into oversold territory suggest the selling may be drying up soon. A negative signal for trend short-term was given on a close under the 9-bar moving average. It is a slightly negative indicator that the close was under the swing pivot. The next downside objective is now at 523. Some caution in pressing the downside is warranted with the RSI under 30. The next area of resistance is around 541 3/4 and 546 1/4, while 1st support hits today at 530 1/4 and below there at 523.

MINN WHEAT (DEC) 08/27/2024: Momentum studies are declining, but have fallen to oversold levels. The market's close below the 9-day moving average is an indication the short-term trend remains negative. It is a slightly negative indicator that the close was lower than the pivot swing number. The next downside target is 558. Some caution in pressing the downside is warranted with the RSI under 30. The next area of resistance is around 573 and 578, while 1st support hits today at 563 and below there at 558.

RICE (NOV) 08/27/2024: The major trend could be turning up with the close back above the 40-day moving average. Positive momentum studies in the neutral zone will tend to reinforce higher price action. The market's close above the 9-day moving average suggests the short-term trend remains positive. It is a mildly bullish indicator that the market closed over the pivot swing number. The near-term upside objective is at 15.216. The next area of resistance is around 15.127 and 15.216, while 1st support hits today at 14.963 and below there at 14.887.

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
GRAIN COMPLEX										
CNAZ24	386 1/2	31.54	34.37	24.89	17.83	392.31	395.31	397.96	409.24	423.21
CNAH25	405 1/4	32.73	35.66	32.49	23.67	410.81	413.92	415.92	424.68	437.70
SSAX24	980 3/4	44.66	40.39	18.53	22.91	974.19	971.42	990.67	1041.49	1068.55
SSAF25	998 1/4	44.64	40.54	18.63	22.81	992.06	989.61	1008.10	1057.16	1083.62
SMAZ24	308.2	47.23	44.98	22.38	23.89	306.38	306.42	311.42	318.58	326.94
BOAZ24	40.75	55.66	48.47	39.37	55.54	39.92	39.34	39.94	42.80	43.19
WHAZ24	525	23.49	29.06	21.78	11.92	533.13	544.47	552.76	568.12	592.30
WHAH25	546 1/4	23.68	29.03	21.53	12.28	554.06	564.33	572.75	588.03	611.89
RCAX24	15.045	51.13	49.50	34.14	39.51	14.97	14.95	15.07	15.10	15.24
KWAZ24	536	25.93	29.67	20.15	15.60	542.25	550.64	560.85	577.56	602.36
MWAZ24	568	21.33	27.47	18.35	9.80	580.31	594.56	602.11	616.39	638.32
OTAZ24	310 1/4	45.97	45.25	35.83	36.30	312.75	310.25	311.85	315.84	325.17

Calculations based on previous session. Data collected 08/26/2024

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

DAILY SWING STATISTICS

Contract		Support 2	Support 1	Pivot	Resist 1	Resist 2
GRAIN COMPLEX						
CNAZ24	Corn	381 1/4	383 1/2	387 1/4	389 1/2	393 1/4
CNAH25	Corn	400 1/4	402 1/2	406	408	411 3/4
SSAX24	Soybeans	954 1/4	970	976	991 1/2	997 3/4
SSAF25	Soybeans	972 3/4	987 3/4	993 3/4	1008 3/4	1014 3/4
SMAZ24	Soymeal	297.9	304.0	306.2	312.3	314.5
BOAZ24	Soybean Oil	39.48	40.15	40.67	41.34	41.86
WHAZ24	Wheat	516 1/4	520	526	530	535 3/4
WHAH25	Wheat	537 1/2	541 1/2	547	551	556 1/2
RCAX24	Rice	14.886	14.962	15.051	15.127	15.216

KWAZ24	KC Wheat	522 3/4	530	534 1/2	542	546 1/4
MWAZ24	MINN Wheat	558	563	568	573	578
OTAZ24	Oats	304 3/4	307	311	313 1/2	317 1/4

Calculations based on previous session. Data collected 08/26/2024
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.*