

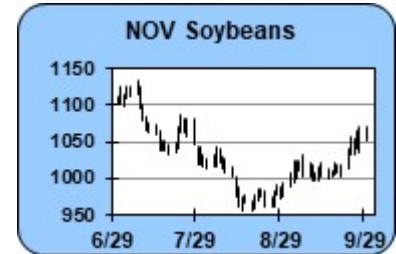
DAILY SOY COMPLEX COMMENTARY

10/1/2024

On and Off Farm stocks significantly higher than last year

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):
SOY BEANS -0.1, BEAN OIL +0.0, SOYMEAL +0.2

OVERNIGHT DEVELOPMENTS: Soybeans (NOV 24) prices overnight are down -5; Soymeal (DEC 24) up 1.50; and Soyoil (DEC 24) down -0.34. Soybean open interest as of September 30 was down 6,170 contracts, soymeal up 6,288 contracts, and soybean oil up 2,631. Chinese Dalian (NOV 24) Soybeans down 0.19%, Soymeal up 1.23%, Soyoil down 0.44%, Palm oil down 0.72%. Malaysian Palm was up 0.28%.



NEAR-TERM MARKET FUNDAMENTALS: USDA quarterly stocks were slightly under pre-report estimates and the 2023/24 crop was lowered by 3 million bushels. While stocks were neutral/slightly friendly, On Farm bean stocks were bearish and up 54% from last year and Off Farm was up 20%. It appears at least as of September 1, farmers had a lot of grain to sell and bin space could become an issue with a bumper harvest on the way. Nearly 50,000 East Coast and Gulf longshoremen went on strike overnight, for the 1st time since 1977, and the affected ports account for 50% of US shipping. An extended strike could become a significant problem for the US economy. There were 11 deliveries of meal overnight. Bean crop conditions were left unchanged at 64% and harvest has progressed to 26% complete, compared to 20% last year and 13% average. The US Midwest will see ideal harvest weather and dry conditions over the next 7 days except for the far eastern belt. AgRural says Brazil planting is now 2% complete compared to 5.2% last year. China's close for the rest of the week for their Golden Week holiday. NASS crush for August will be out this afternoon and is expected at 167.3 million bushels, compared to 169.0 in August of last year. Bean oil stocks are expected at 1.614 billion pounds, down from 1.772 last year. November beans are pulling back slightly this morning after a lower close yesterday. Yesterday's report put the focus on farmer stockpiles and with continued hints of rain showing up in the extended forecast in Brazil, prices may see a pullback to a next support at 1032. Significant moving average resistance stands at 1076 3/4.

The Quarterly Grain Stocks report showed September 1 soybean stocks at 342 million bushels (the highest since 2020) versus an average expectation of 347 million bushels and a range of expectations from 323 to 360 million. September 1, 2023 stocks were 264 million bushels. On Farm bean stocks were 111 million bushels, up 54% from year ago. Off Farm stocks were 231 million bushels up 20% from year ago. USDA revised 2023 bean production down 2.62 million bushels and lowered harvested area slightly to 82.3 million acres.

Soybean export inspections for the week ending September 26 came in at 675,749 metric tonnes. Cumulative inspections year-to-date are 1,921,933 metric tonnes which is 3.4% below last year. This is 3.8% of the USDA's forecast for the 2024-25 marketing year versus the five year average of 4.6%.

TODAY'S MARKET IDEAS:

Farmers are holding significant bean stocks from last season and with a bumper harvest on the way, bin space will need to be cleared for the new harvest or farmers will have to sell bushels right out of the field. Either way, that may result in bearish market action over the next couple weeks, especially if coupled with better Brazilian rains in the northern half of the country. 100-day moving average support resistance stands at 1076 3/4 and pullback support is 1032.

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) 10/01/2024: Studies are showing positive momentum but are now in overbought territory, so some caution is warranted. The market's close above the 9-day moving average suggests the short-term trend remains positive. The daily closing price reversal down puts the market on the defensive. It is a slightly negative indicator that the close was lower than the pivot swing number. The next upside target is 1076 1/2. The next area of resistance is around 1065 3/4 and 1076 1/2, while 1st support hits today at 1048 1/4 and below there at 1041 1/4.

SOYBEAN OIL (DEC) 10/01/2024: Rising stochastics at overbought levels warrant some caution for bulls. The market's short-term trend is positive on the close above the 9-day moving average. The outside day up is a positive signal. With the close over the 1st swing resistance number, the market is in a moderately positive position. The near-term upside objective is at 44.55. The next area of resistance is around 44.08 and 44.55, while 1st support hits today at 42.54 and below there at 41.46.

SOYMEAL (DEC) 10/01/2024: Momentum studies are trending higher but have entered overbought levels. A positive signal for trend short-term was given on a close over the 9-bar moving average. The downside closing price reversal on the daily chart is somewhat negative. The close over the pivot swing is a somewhat positive setup. The near-term upside target is at 349.8. With a reading over 70, the 9-day RSI is approaching overbought levels. The next area of resistance is around 345.3 and 349.8, while 1st support hits today at 337.9 and below there at 334.9.

DAILY CORN COMMENTARY

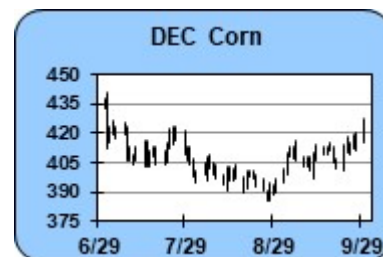
10/1/2024

Stocks slightly friendly, December hits 1st upside objective

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

CORN +0.0

OVERNIGHT DEVELOPMENTS: Corn (DEC 24) prices overnight are down - 1/4. Corn open interest as of September 30 was up 10,146 contracts. Chinese Dalian (NOV 24) Corn was up 1.57%.



NEAR-TERM MARKET FUNDAMENTALS: A significant wave of buying boosted the corn market yesterday to a new 3-month high after USDA's quarterly stocks were lower than expected. On and Off Farm stocks were both up 29% from a year ago, meaning farmers have not cleared as much bin space for newly harvested corn as expected, which is likely to result in storage issues with a large crop coming home. The longshoremen strike began overnight and the affected ports account for 50% of US shipping. The strike is expected to cost the US \$5 billion per day. Conditions fell 1% last week to 64% good/excellent and harvest is 21% complete, the same percentage as last year at this time. The Midwest will see near complete dryness over the next 7 days, ideal for harvest. BNSF Railway says grain rail shipments to Mexico have resumed after recent disruptions. EU crop agency, MARS, expects the Russian corn crop at 13.8 million tonnes, down 24% year-over-year. They lowered yield to 5.42 tonnes per hectare, down from 6.23 last season. Recent rains in the eastern belt are boosting Mississippi River levels at Memphis, which are expected to rise another 4 feet by the end of the week. Safras says center-south Brazilian corn planting is 31.4% complete, down from 36.6 year ago but well above the average of 18%. December corn hit 100-day moving average resistance yesterday on the highs as well as 382 retracement resistance to the summer highs. A close over yesterday's highs would suggest a run to 50% retracement resistance at 441. Nearby pullback support is now 416.

The Quarterly Grain Stocks report showed September 1 corn stocks at 1.760 billion bushels (the highest since 2020) versus an average expectation of 1.846 billion bushels and a range of expectations from 1.754 to 2.017 billion. September 1 stocks last year were 1.36 billion. On Farm corn stocks were 780 million bushels, up 29% from year ago. Off Farm stocks were 980 million bushels, up 30% from a year ago. USDA revised 2023 corn production down 1.08 million bushels and cut harvested area 7000 acres to 86.5 million.

Corn export inspections for the week ending September 26 came in at 1,140,079 metric tonnes. Cumulative inspections year-to-date are 3,330,810 metric tonnes which is 23.7% above last year. This is 5.7% of the USDA's forecast for the 2024-25 marketing year versus the five year average of 3.5%.

TODAY'S MARKET IDEAS:

Quarterly stocks were not as high as expected, but on and off farm farmer inventories are both nearly 30% above last year. This means hedge selling on rallies will be significant over the next few weeks. December corn hit retracement and moving average resistance yesterday on the highs but are not showing any technical indication of a top yet. 50% retracement to this summer highs stands as next resistance at 441. Pullback support is 416 and 412.

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) 10/01/2024: Studies are showing positive momentum but are now in overbought territory, so some caution is warranted. A positive signal for trend short-term was given on a close over the 9-bar moving average. A positive setup occurred with the close over the 1st swing resistance. The next upside objective is 435 1/4. The next area of resistance is around 430 3/4 and 435 1/4, while 1st support hits today at 418 3/4 and below there at 411.

CORN (MAR) 10/01/2024: Rising stochastics at overbought levels warrant some caution for bulls. The close above the 9-day moving average is a positive short-term indicator for trend. A positive setup occurred with the close over the 1st swing resistance. The next upside objective is 452 1/4. The next area of resistance is around 447 1/2 and 452 1/4, while 1st support hits today at 435 and below there at 427 1/4.

DAILY WHEAT COMMENTARY

10/1/2024

No major surprises from USDA, S Plains, UKR and Russia too dry

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

WHEAT +0.23

OVERNIGHT DEVELOPMENTS: Chicago wheat (DEC 24) prices overnight are up 1/2; Kansas City (DEC 24) up 3/4; and Minneapolis (DEC 24) up 1 3/4. MATIF Milling Wheat(DEC 24) was up 1.1%. Chicago wheat open interest as of September 30 was up 1,530 contracts and Minneapolis wheat was down 1,081 contracts.



NEAR-TERM MARKET FUNDAMENTALS: USDA fundamental data yesterday did not offer any major surprises with all categories of wheat production coming in fairly close to the average estimate and wheat stocks slightly above guesses. On and off farm stocks were up 11% and 13% respectively. Traders will quickly move on to watching global weather hotspots in Argentina, southern Russia and eastern Ukraine. EU crop agency, MARS, estimated the Russian wheat crop at 82.9 million tonnes, down 11% year-over-year. US winter wheat sowing stands at 39% complete compared to 36% last year and 38% average and Ukraine's winter grains sowing is 35% done, compared to 40% last year. Israeli troops have entered Lebanon after taking out the Hezbollah leader over the weekend. The threat of a wider Mideast war is growing every day and that is not bearish wheat. The US southern Plains is drying down as well as eastern Ukraine and southern Russia over the next 10 days. A breakout above last week's high at 596 1/4 would open the door for a run to longer term resistance between 608-617 on Chicago December. Once again, the overnight lows were supported by the 20-day moving average.

The Quarterly Grain Stocks report showed September 1 wheat stocks at 1.986 billion bushels (up 12% from year ago) versus an average expectation of 1.992 billion bushels and a range of expectations from 1.8 to 2.03 billion. September 1 stocks last year were 1.767 billion. On farm wheat stocks were 47.1 million bushels, up 42% from year ago. Off farm stocks totaled 20.2 million bushels, down 16% from year ago.

The Small Grains Report showed 2024/25 All Wheat production at 1.971 billion bushels, versus an average of 1.983 billion and a range of 1.959 and 2.02 billion. All Winter Wheat production at 1.35 billion bushels, versus an average of 1.36 million and a range of 1.34 and 1.382 million. Hard-Red Winter was 770.4 million bushels versus the average estimate of 766 million. Soft-Red Winter was 342.4 versus 342 estimated. White Winter was 236.5 versus 242 estimated. Other Spring 542.3 versus 545 estimated. Durum 80.1 versus 77 estimated.

Wheat export inspections for the week ending September 26 came in at 536,929 metric tonnes. Cumulative inspections year-to-date are 8,234,645 metric tonnes which is 35.2% above last year. This is 36.7% of the USDA's forecast for the 2024-25 marketing year versus the five year average of 34.0%.

TODAY'S MARKET IDEAS:

USDA data yesterday did not change the narrative on wheat and traders will be back to watching weather in the Black Sea and the US Plains, where rains are badly needed. Chicago December once again bounced off 20-day moving average support overnight, as it has for the last 10 days. Nearby support on December is 576 and then 563. The technical outlook remains positive.

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) 10/01/2024: Declining momentum studies in the neutral zone will tend to reinforce lower price action. 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 next downside target is now at 568 1/2. The next area of resistance is around 591 1/2 and 598 3/4, while 1st support hits today at 576 1/2 and below there at 568 1/2.

KC WHEAT (DEC) 10/01/2024: The daily stochastics gave a bullish indicator with a crossover up. 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's close above the 2nd swing resistance number is a bullish indication. The next upside objective is 600 1/4. The next area of resistance is around 593 and 600 1/4, while 1st support hits today at 575 and below there at 564.

MINN WHEAT (DEC) 10/01/2024: The major trend could be turning up with the close back above the 60-day moving average. Declining momentum studies in the neutral zone will tend to reinforce lower price action. The cross over and close above the 18-day moving average is an indication the intermediate-term trend has turned positive. The outside day up is somewhat positive. The market's close above the 2nd swing resistance number is a bullish indication. The next downside objective is 598. The next area of resistance is around 631 3/4 and 637 3/4, while 1st support hits today at 611 3/4 and below there at 598.

RICE (NOV) 10/01/2024: The cross over and close above the 40-day moving average is an indication the longer-term trend has turned positive. Declining momentum studies in the neutral zone will tend to reinforce lower price action. The cross over and close above the 18-day moving average indicates the intermediate-term trend has turned up. It is a mildly bullish indicator that the market closed over the pivot swing number. The next downside target is now at 14.735. The next area of resistance is around 15.540 and 15.715, while 1st support hits today at 15.050 and below there at 14.735.

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	424 3/4	69.61	64.21	78.16	84.35	417.81	412.97	410.69	403.89	405.66
CNAH25	441 1/4	69.00	63.87	78.08	83.44	435.13	430.89	428.89	421.82	422.59
SSAX24	1057	66.60	62.78	77.66	82.30	1054.25	1037.53	1022.75	1006.98	1020.55
SSAF25	1075 1/4	66.96	63.06	78.05	82.58	1072.31	1055.47	1040.86	1024.58	1037.47
SMAZ24	341.6	71.50	66.69	69.18	78.13	335.18	328.61	325.68	318.21	317.80
BOAZ24	43.31	63.37	60.12	70.28	72.27	43.18	42.28	41.02	40.67	41.73
WHAZ24	584	57.23	56.21	58.61	56.88	584.38	578.64	577.72	562.88	565.03
WHAH25	604 1/4	58.33	56.92	60.48	59.98	604.25	598.14	597.04	582.72	585.03
RCAX24	15.295	53.96	53.13	62.17	55.51	15.08	15.30	15.22	15.15	15.08
KWAZ24	584	56.70	54.59	42.04	43.00	580.13	575.08	579.82	569.57	572.87
MWAZ24	621 3/4	57.11	54.84	40.93	37.52	614.63	613.50	616.24	607.19	611.19
OTAZ24	392 1/2	76.62	72.72	74.62	83.51	382.13	372.11	368.00	337.86	333.15

Calculations based on previous session. Data collected 09/30/2024
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	411	418 1/2	423 1/4	431	435 1/2
CNAH25	Corn	427 1/4	435	439 3/4	447 1/2	452 1/4
SSAX24	Soybeans	1041 1/4	1048	1059	1066	1076 3/4
SSAF25	Soybeans	1059 1/4	1066 1/2	1077	1084	1094 3/4
SMAZ24	Soymeal	334.8	337.8	342.3	345.3	349.8
BOAZ24	Soybean Oil	41.45	42.53	43.00	44.08	44.55
WHAZ24	Wheat	568 1/4	576 1/2	583 1/2	591 1/2	598 3/4
WHAH25	Wheat	589	597	603 3/4	611 1/2	618 1/2
RCAX24	Rice	14.735	15.050	15.225	15.540	15.715
KWAZ24	KC Wheat	564	575	582 1/4	593	600 1/2
MWAZ24	MINN Wheat	598	611 3/4	618	631 3/4	638
OTAZ24	Oats	378 3/4	386 3/4	390 1/4	398 1/4	401 3/4

Calculations based on previous session. Data collected 09/30/2024
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.