

Corn found a little support on Friday to finish an awful week on a positive note but soybeans continued lower. Overnight the crude market is making historical lows and has brought more selling pressure to corn and soybeans as they both moved lower. Last week July corn lost 7 cents while July soybeans were off 29.5 cents as demand concerns continue to hurt row crop pricing. Funds were sellers of corn, soy and Chicago wheat last report but not as large as price action would have indicated. New aid package was announced by the USDA on Friday with a total payout around 19 billion but none of that money was earmarked for the ethanol industry.

**Today's Corn Outlook:** Corn settled 3 cents higher on Friday but has given back those gains this morning. Crude oil's plummet is the major factor today but overall bearish story remains. Too much supply and too little demand as we move into planting with a positive weather outlook so far.

**July Corn Technicals :** The corn market is bearish and 3.18 is the downside target for July corn. Bulls need to see a move above 3.38 ¼.

**Today's Soybean Outlook:** Beans settled 3.5 cents lower on Friday and are off another 2 cents this morning. China's soybean and meal markets started the week lower and the oil surplus is becoming burdensome as restaurants are closed or working at lower capacities with carryout/delivery only. Exports have been disappointing so far and aren't looking to turn in the short run.

**July Soybean Technicals:** The soybeans are in a downtrend and could extend to 8.30 if they trade thru 8.41. Bulls need a close over 8.55 to reverse trend.

**Exports:** None to report.

**Weather:** Midwest precip has slowed progress in areas but there is planting getting done. 2<sup>nd</sup> crop corn in Brazil will turn dry again. Argy in good shape for harvest.

**Dollar Index:** The dollar is trading 4 ticks higher this morning at 99.87.

**Brazilian Real:** The Real is trading 17 ticks lower this morning at 18.88.

**Additional Comments:**

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