

Grains put in new contract lows again yesterday as panic selling in the energy market spilled over into corn and soybeans. May corn traded down to 3.01 and May soybeans traded a penny thru 8.10 and then has significant bounces with corn settling 9 cents off lows and soybeans over 20 cents. They are both trading higher overnight as the energy markets are trading higher. There is some positive sentiment in many markets coming from news that some states including Georgia, Tennessee and South Carolina are working to open up their economies allowing retail and service businesses to operate under social distancing guidelines. Planters are rolling in many parts of the Midwest and farmers are not going to wait this year and will take every opportunity to get the crop planted.

Today's Corn Outlook: Corn settled 5 cents lower yesterday but is 6 cents higher overnight as pressure has relaxed with some green numbers in the energy sector. There is weather issues in SA as Brazil safrina crop area is dry for the next 10 days and Argy has heavy rains causing harvest delays. Funds were estimated to push their short position to 180K yesterday.

July Corn Technicals : The corn market is bearish and is open to selling down to the low 3.10's and bulls need a close over 3.28 ¼ to turn sentiment.

Today's Soybean Outlook: Beans settled 4.5 cents higher yesterday bouncing over 20 cents off the lows from earlier in the day and are up another 5 cents overnight. Funds are estimated to have flattened their remaining longs as of yesterday. Soybean meal basis is softer as bean oil stocks surge and demand for meal softens from livestock producers. On the brightside China bought 198K tonnes of soybeans yesterday and SA production estimates have been lowered.

July Soybean Technicals: The soybeans are in a downtrend but staged a reversal on the close. Bulls still need a close above 8.56 ¼ while bears look for a move below 8.28.

Exports: 198K tonnes of soybeans to China.

Weather: Midwest in good shape for planting progress less some delays in the S Midwest. 2nd crop corn area in Brazil will be dry for 2 weeks and stress will be picking up. Argy has substantial coming this weekend and will delay harvest with some damage possible.

Dollar Index: The dollar is trading **22 ticks lower** this morning at 100.15.

Brazilian Real: The Real is trading **9 ticks higher** this morning at 18.75.

Additional Comments:

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