

Corn and beans finished weaker on Thursday as political tensions weigh on markets. Markets head into the long weekend with worries that more bad news concerning rising tensions between China and the US over the handling of the initial outbreak of Covid-19. Going after China and blowing up the Phase 1 trade agreement seems foolish as this juncture. The economy needs every positive it can get and Ag exports are one of those positives. Energy futures have slipped overnight which will not be helpful for futures but they have been on a nice run and a pull back is healthy. Could see more pressure on prices thru the rest of the session.

Here is a link with more details for CAFP <https://www.farmers.gov/coronavirus>.

Today's Corn Outlook: Corn settled 1.75 cents lower again on Thursday and are off another 1.25 overnight. Good export sales and ethanol production has not helped the corn market this week. Energy markets have had a strong week too. It is concerning that corn cannot find some traction. Watching last Tuesday's lows of 314.5.

July Corn Technicals : The corn market is bearish and still looking to challenge the 3.14 level on the downside. Bulls need to see trade over 3.22 and maintain that level.

Today's Soybean Outlook: Beans settled 11.75 cents lower on Thursday and are off a penny overnight but traded over 5 cents lower at times. China news and issues in Hong Kong is taking its toll on the soybeans futures. Concerns that this could blow up over the weekend while markets are closed.

July Soybean Technicals: The soybeans are gaining bullish momentum and a close above 8.56 will stoke the bullish flames. A move back below 8.29 will bring more selling pressure.

South America: Argentine crushers are having trouble sourcing soybeans as farmers are hold inventory waiting for more favorable currency rates. Government has a peg of 45 pesos/\$ while the free flowing rate is around 120/\$.

Exports: None to report.

Weather: Pattern showers and warmer temps across the Midwest next 10 days. Brazil light showers ease stress on 2nd crop corn area.

Dollar Index: The dollar is trading **42 ticks higher** this morning at 99.82.

Brazilian Real: The Real is trading **11 ticks lower** this morning at 1786.

Additional Comments:

Disclaimer

This material has been prepared by a sales or trading employee or agent of New Frontier Capital Markets and is, or is in the nature of, a solicitation. This material is not a research report prepared by New Frontier Capital Markets. By accepting this communication, you agree that you are an experienced user of the futures markets, capable of making independent trading decisions, and agree that you are not, and will not, rely solely on this communication in making trading decisions.

DISTRIBUTION IN SOME JURISDICTIONS MAY BE PROHIBITED OR RESTRICTED BY LAW. PERSONS IN POSSESSION OF THIS COMMUNICATION INDIRECTLY SHOULD INFORM THEMSELVES ABOUT AND OBSERVE ANY SUCH PROHIBITION OR RESTRICTIONS. TO THE EXTENT THAT YOU HAVE RECEIVED THIS COMMUNICATION INDIRECTLY AND SOLICITATIONS ARE PROHIBITED IN YOUR JURISDICTION WITHOUT REGISTRATION, THE MARKET COMMENTARY IN THIS COMMUNICATION SHOULD NOT BE CONSIDERED A SOLICITATION.

The risk of loss in trading futures and/or options is substantial and each investor and/or trader must consider whether this is a suitable investment. Past performance, whether actual or indicated by simulated historical tests of strategies, is not indicative of future results. Trading advice is based on information taken from trades and statistical services and other sources that New Frontier Capital Markets believes are reliable. We do not guarantee that such information is accurate or complete and it should not be relied upon as such. Trading advice reflects our good faith judgment at a specific time and is subject to change without notice. There is no guarantee that the advice we give will result in profitable trades.