

Corn and soybeans were down for the second day in a row. There is an overwhelming amount of bearish sentiment in the grain and oilseed market and price is following sentiment. Corn exports were disappointing while soybeans were as expected and wheat were strong. This being said all are lower overnight as they all seem to be following the path of least resistance. Energies are pulling back as more concern about growing cases in the southern states have lockdown worries surfacing. This puts the huge summer gasoline demand in question but this could all be overblown as traffic has continued to grow in most areas including southern states. Soybeans have not been seeing many flash sales the last two weeks and are pulling back on concerns China's "Covid free guarantee on cargoes" just opens the door for them to deny shipments. This seem valid considering they didn't ask for a guarantee the ship crews be virus free. It is a political ploy and maybe it will be more aimed at Brazil with rhetoric between those two countries heating up. Either way look for pressure on the grains going into month end.

**Today's Corn Outlook:** Corn settled down 2 cents on Wednesday and is off another 3 cents overnight. Rains continue to be forecasted for much of the Midwest and energies are pulling back. Ethanol production continues to move higher pegged at 893K barrels per day last week while stocks drew down another 312K barrels. Ethanol companies are moving to more food grade alcohol so there is less fuel grade being produced which will help the sector being less dependent on gasoline demand.

**Sept Corn Technicals:** The corn market is short term negative. Need a settle back over 337-0 to recapture positive bias. A close under 3.24 will turn bias bearish.

**Today's Soybean Outlook:** Beans closed another 4 cents lower on Wednesday and are off another 3 cents overnight. Soybeans have been struggling to find support after Monday night's comments from US Trade Advisor Navaro about the China trade deal. Those comments were walked back but it put enough scare into the market to push it lower.

**Nov Soybean Technicals:** The soybean market is turning over and a close below 8.66 will trigger selling pressure to 8.50. Bulls need a close over 8.80 to turn bias back.

**Exports: None to report.**

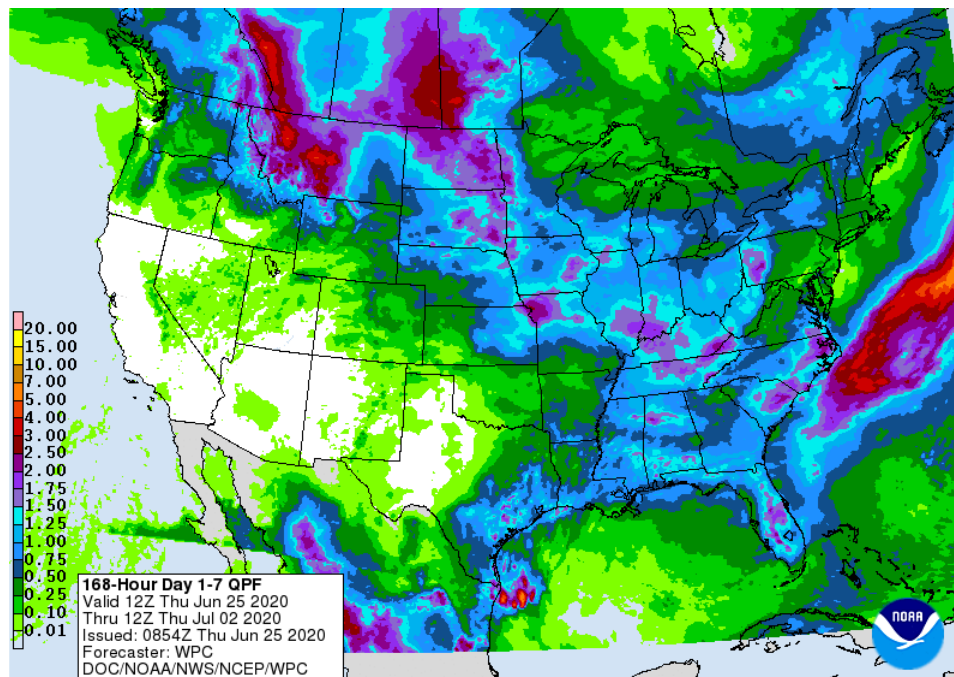
**Weather:** Midwest showers return later in the week early next week. NE Midwest with most risk to miss. Argy dryness continues to hamper wheat crop. Check 7 day rain fall map on PG 2.

**Dollar Index:** The dollar is trading 26 ticks higher this morning at 96.95.

***Brazilian Real:*** The Real is trading **22 ticks higher** this morning at 1893.

***Additional Comments:***

7 Day Rainfall Accumulation Forecast



**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.