

Soybeans finished a couple cents higher while corn lost more ground on Tuesday. It was disappointing considering the huge corn sale to China announced in the morning. Weather is holding the trump card right now as another band of showers cross the Midwest. ECB still has some issues but the sentiment has turned on a dime from where we were late last week and I am sure we will see managed money took advantage of the rally and began selling again. We have seen some more export sales to China of both corn and soybeans this morning. Demand is ticking up on exports but what will happen with domestic demand. We have monthly crush and weekly ethanol numbers today.

Today's Corn Outlook: Corn lost 2.5 cents on Tuesday and are off another 2 cents overnight. We had another small sale to China this morning but it will be tough sledding unless weather turns late week. Seems a bit early to head all the way back to the lows but corn sure has a big head of steam.

Dec Corn Technicals : We move to the December contract for technical indicators. The two day break signals a short term bear market with a downside target of 3.30. Bulls need a close above 3.51 ½.

Today's Soybean Outlook: Beans finished 2.25 cents higher yesterday and are up another penny overnight. Soybeans are acting better than corn as they are seeing sustained buying from China but may have trouble moving back to 9.00 with corn moving lower so quickly.

Nov Soybean Technicals: The soybean market bias turned short term negative and new opens up 8.63 on the downside. Bulls need a close over 8.78.

Exports: 132K corn and 389K soybeans to China.

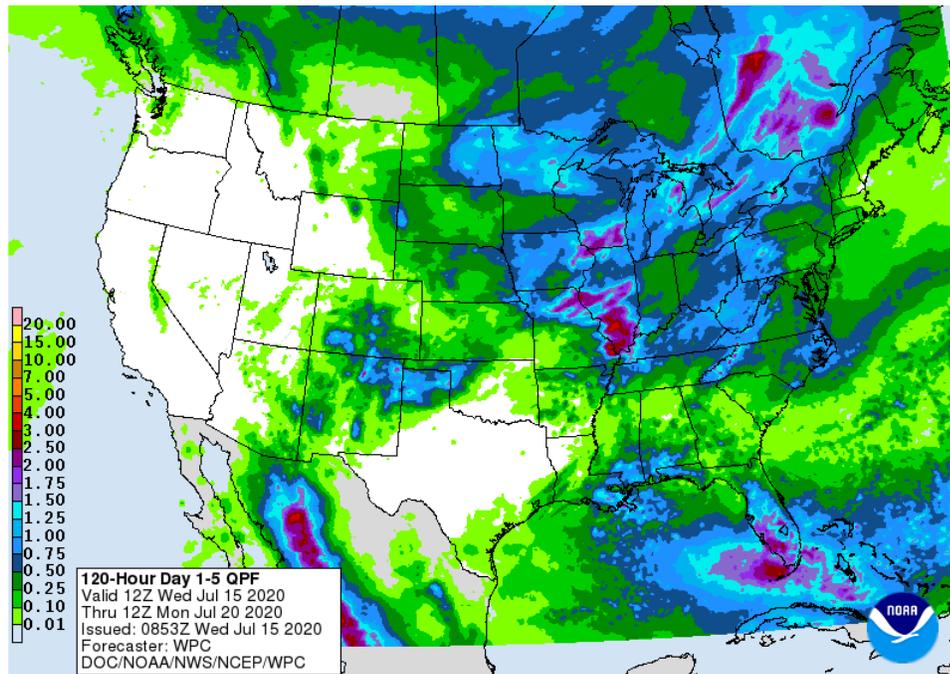
Weather: 5 day coverage is 40% right this morning but the 6-10 day is hot and dry. Russian wheat will be under some heat stress next 7 days. Check 5 day rain fall map on PG 2.

Dollar Index: The dollar is trading **40 ticks lower** this morning at 95.85

Brazilian Real: The Real is trading flat this morning at 1875.

Additional Comments:

5 Day Rainfall Accumulation Forecast



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