

Corn is off slightly overnight while soybeans continue to firm. The heat did not last as long as predicted this weekend and Midwest rains achieved about 35% coverage. Ohio and Indiana are struggling the most with lack of rain along with W Nebraska. We have a fresh crop rating this afternoon that is expected to drop 1-2% in corn and maybe 1% in soybeans but keep in mind the ratings are still very high so easier to come down than go up at this stage. Funds report on Friday surprised with corn position less short while most expected them to be much shorter than the week before. Many think that is a negative but it seems like they don't want to sell corn right now and maybe that will continue at least thru the end of the month.

**Today's Corn Outlook:** Corn gained 2.25 cents on Friday to finish the week down 5 cents but are off 2 cents overnight. Weather has been better than forecasted and the crop in most areas seems to be doing well but funds are not selling and China is buying. Watching this 335 level to hold and make a run at the gap otherwise watch last week's low of 330 ½.

**Dec Corn Technicals :** Corn has a short term negative bias and looks to challenge 330 ½ which is last week's low. Bulls need a close over 343 ¾ to neutralize.

**Today's Soybean Outlook:** Beans settled 4 cents higher to finish the week up 4.5 cents and are up another 3.5 cents overnight. Soybeans are close to challenging 9.00 again as export purchases are rolling. Exporters sold 1.517 million metric tons of soybeans last week and another 132k went to China this morning. Look for soybeans to have solid support.

**Nov Soybean Technicals:** The soybean market bias turned short term negative and new opens up 8.63 on the downside but bulls are looking better and a close over 8.96 will bring even firmer sentiment.

**Exports:** 312k tons soybeans to China.

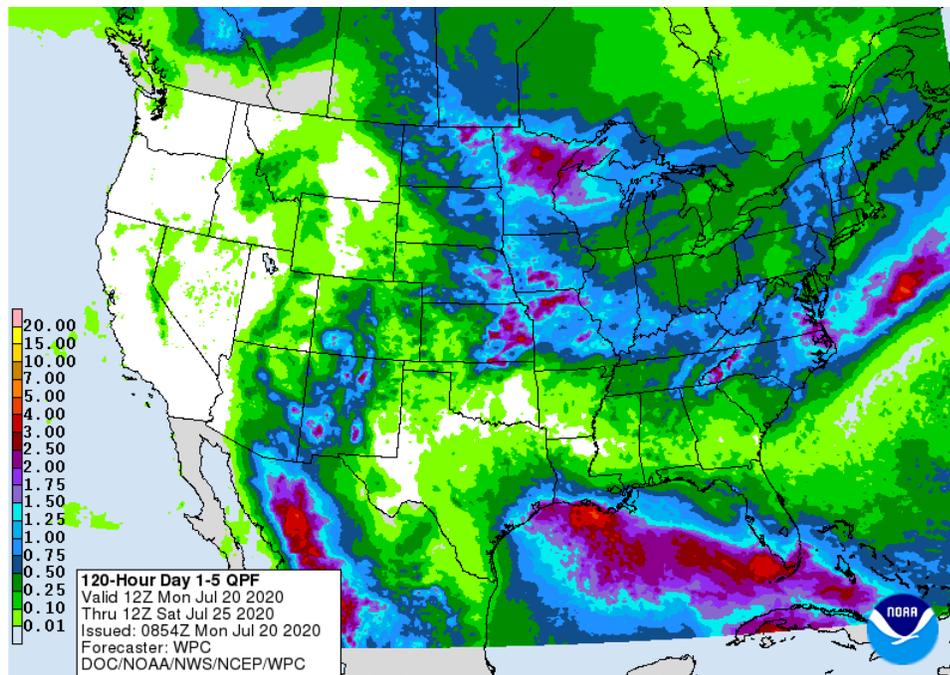
**Weather:** Weekend rains covered 35% of the belt and midweek rains forecasted for 50% but more heat in the 6-10 day. Russian corn under heat stress next week. Check 5 day rain fall map on PG 2.

**Dollar Index:** The dollar is trading flat this morning at 95.95

**Brazilian Real:** The Real is trading 6 ticks higher this morning at 1862.

***Additional Comments:***

5 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.