

Corn dropped 4 cents while soybeans added 5 as good weather put pressure on corn but demand pulled soybeans higher as another Chinese purchase was announced yesterday morning. Overnight there was pressure on both from crop ratings coming in unchanged. Some dry areas in Ohio got a little rain yesterday and currently 10 to 15% of the Corn Belt has some sort of crop stress. Weather is non-threatening currently and demand will have to hold price unless weather starts to change. There is widespread flooding in China that will take a toll on their crops but at this point no one has any idea what the damage looks like. This has some thinking they may be in for some more corn going forward.

**Today's Corn Outlook:** Corn lost 4 cents to start the week and another 2 cents were lost overnight. Crop rating came out 69% unchanged and since it is riding at such a high percentage it is having negative price impact overnight. We will see if last week's low of 3.30 ½ holds.

**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 5 ½ cents higher on Monday but has given back 6 cents overnight on weather and crop rating moving up a percentage point. More flash sales on the export market with 126K to China and 180K to unknown. That make 438 tons sold this week already.

**Nov Soybean Technicals:** The soybean market bias turned short term negative and new opens up 8.63 on the downside but bulls have been buoyed by the move back over 9.00. If soybeans can settle above 9.02 then 9.20 should be test

**Exports:** 126k tons soybeans to China and 180,000k to unknown. There was 208K tons of corn sold to unknown.

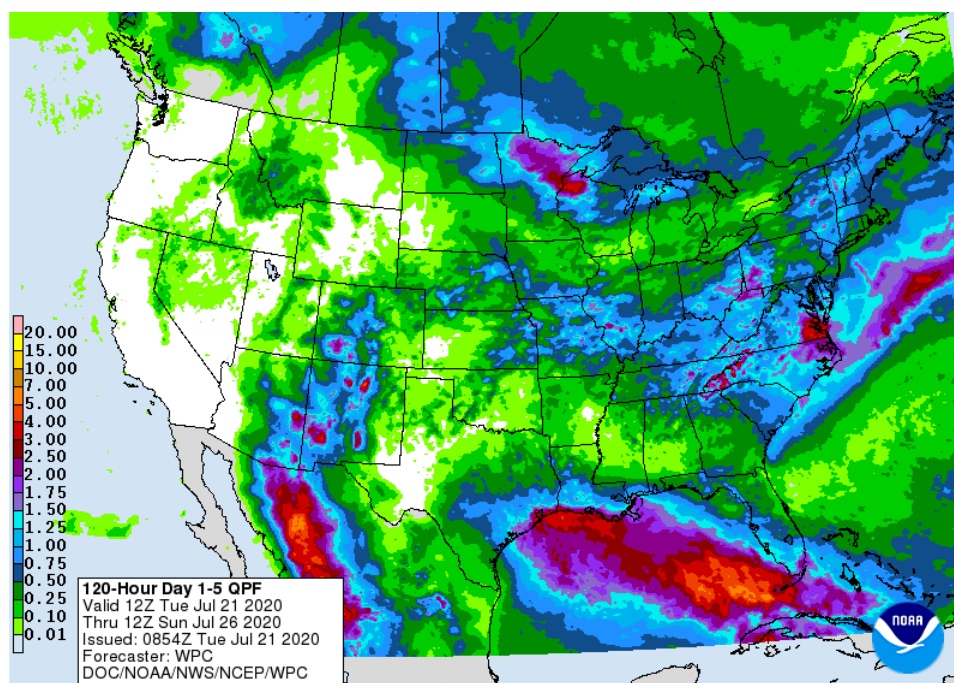
**Weather:** Rains slotted to cover 50% of the belt over the next 5 days with heat coming back this weekend. Russian corn under heat stress next week. Check 5 day rain fall map on PG 2.

**Dollar Index:** The dollar is trading 4 ticks lower this morning at 95.78

**Brazilian Real:** The Real is trading 29 ticks higher this morning at 1904.

***Additional Comments:***

**5 Day Rainfall Accumulation Forecast**



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