

Corn and soybeans had a pullback on Thursday as we moved into the long weekend. It is good to get a pullback in a healthy bull market but the bulls will need to see fresh highs to keep indicators pointing higher. Overnight corn and soybeans opened higher as the weather forecast continues to show dry weather into late July. We get a delayed read on the funds this afternoon along with a new crop rating. Funds have are likely to have covered close to 80,000 shorts in corn and added 30,000 longs to soybeans. We will see if buyers stay active going into the day session. Flash sales soybeans to China and corn to Mexico this morning.

Today's Corn Outlook: Corn fell 7 cents on Thursday finishing the week up 37 cents. Heck of a week with the surprise change in acres and overnight it jumped 4.5 cents with the dryer forecast. The 100 day moving average stopped the break on Friday and corn gap opened and took back over half that loss. China and Mexico bought corn.

Sept Corn Technicals : The corn market is trying to confirm a bottom turnaround and opens up a run at 3.63. A close under 3.30 will bring sellers back to the market.

Today's Soybean Outlook: Beans lost 2.25 cents on Thursday but opened strong overnight and are up 13 cents this morning. We are looking at 9.10 soybeans in November. Weather and exports are pushing soybeans higher and we will see if there is anything left in this move.

Nov Soybean Technicals: The soybean market is bullish and poised to make a run at 9.06. Bears would like to see a move below 8.68.

Exports: 183K of corn to Mexico and 264K of soybeans to China.

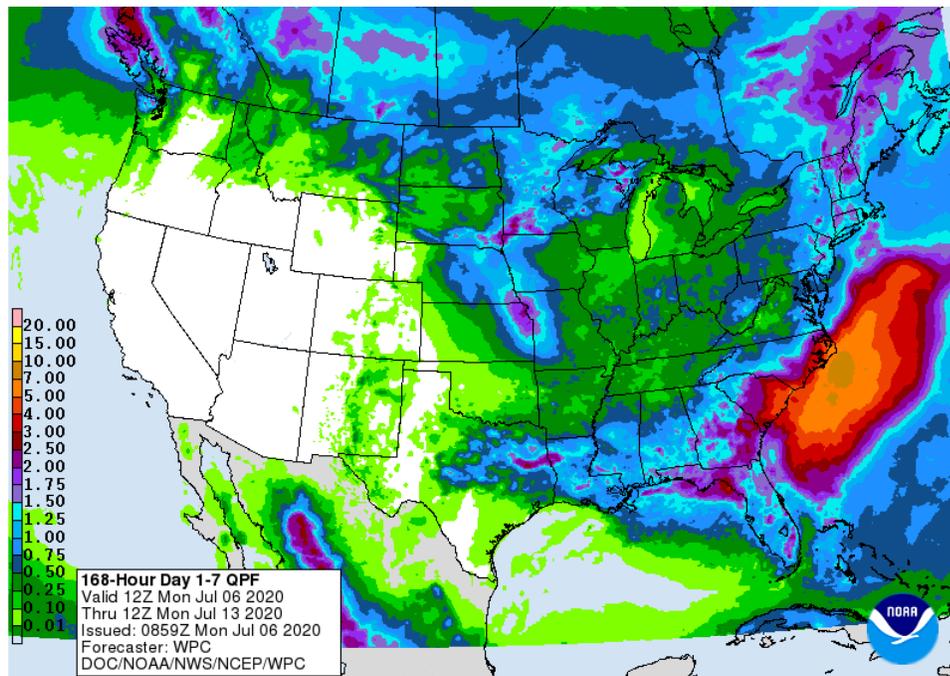
Weather: Next 2 weeks Midwest stress could go from 15% to 25%. Argy dryness continues to hamper wheat crop. Check 7 day rain fall map on PG 2.

Dollar Index: The dollar is trading 46 ticks lower this morning at 96.70.

Brazilian Real: The Real is trading 6 ticks higher this morning at 1889.

Additional Comments:

7 Day Rainfall Accumulation Forecast



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