

Soybeans keep rolling as they were up another 8.5 cents while corn gained almost a penny on Friday. They both came hot out of the gates last night with corn gaining 4 cents and soybeans up 12. The bullish winds have come together to push these prices higher. It was a tough week on yields last week with hot dry weather. The funds have been buyers across the board last report and kept buying into the end of the week. Estimates as of close on Friday was 31K shorts in corn and 139K long for soybeans. Dry weather looks to persist thru the week with some better rain chances 10 days out. China bought more corn over the weekend. I think we may see a pullback after the conditions report this afternoon unless they drop 4% or more. China corn and soy regions could suffer flooding from a typhoon late week that could impact 35% of corn and 50% of soybean growing region.

**Today's Corn Outlook:** Corn gained  $\frac{3}{4}$  of a cent on Friday and jumped another 4 cents overnight. Corn traded thru the summer highs overnight along with the 200 day moving average at 362.5. Look for firmness thru today with a possible pull back overnight after crop conditions.

**Dec Corn Technicals :** The corn market is short term bullish and a settle above 362.5 will stoke the flames. A close under 3.35 will turn sentiment negative for the short term.

**Today's Soybean Outlook:** Beans gained 8.5 cents on Friday and another 12 cents overnight. Not much rain over the weekend or forecasted for this week. Should be firm like corn into this afternoon with maybe a pull back this evening.

**Nov Soybean Technicals:** The soybeans are short term bullish with resistance around 9.66. A close under 929 will bring bearish pressure.

**Exports:** 596k corn to China.

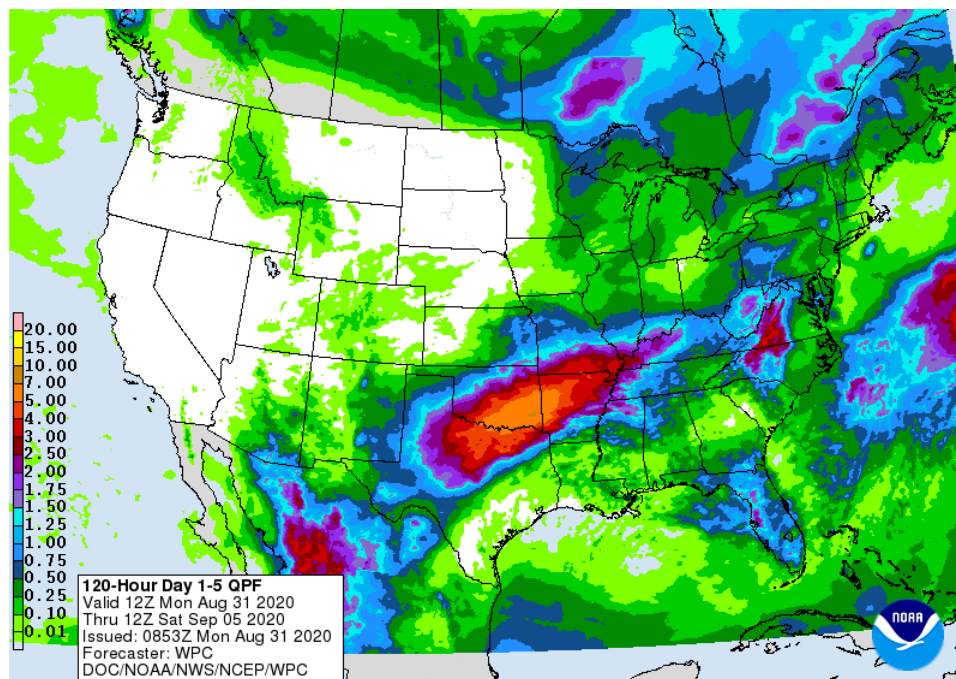
**Weather:** Dry this week with better chances of rain 10 days out. China has chance of flooding due to a typhoon late week. Check 5 day rain fall map on PG 2.

**Dollar Index:** The dollar is trading **16 ticks lower** this morning at 92.21.

**Brazilian Real:** The Real is trading **26 ticks lower** this morning at 1829.

***Additional Comments:***

5 Day Rainfall Accumulation Forecast



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