

**Happy New Year!**

Well, we are starting the new year right where we left off. Corn and soybeans have moved significantly higher overnight putting another set of new highs out. **The outside investing world is starting to take notice of the high grain prices. We may get a big push by speculators that are late to the party. This could be the beginning of the end of this long-sustained rally.** SAM weather looks to be on the dry side to start the year and Argentina won't be exporting any corn until March. This on top of the fact the market just does not have a good idea where stocks are currently. Markets act like they want to move higher into the January report and if that plays out we will have to see some wildly bullish numbers not to pull back on that report. Looking for firm support to start the week.

**Today's Corn Outlook:** Corn jumped 7.5 cents overnight and has traded as high as 4.97 <sup>3</sup>/<sub>4</sub>. Funds are adding corn length and the late comers to market are showing up as we test \$5.00. Market should test 5.00-5.05 area today or tomorrow.

**Mar Corn Technicals:** The corn market is bullish with the possibility of hitting 5.05. The bears need a move under 470 to start the turnover.

**Today's Soybean Outlook:** Beans popped 30 cents higher overnight and is challenging the 13.50 level. SAM weather is dry to start the year and we will have to see how much the bulls want to push it this morning.

**Mar Soybean technicals:** The soybean market is on a bullish tear. March soybeans are poised to move to 14.00. Bears need a close under 12.75 to reverse sentiment.

**Exports:** None to report.

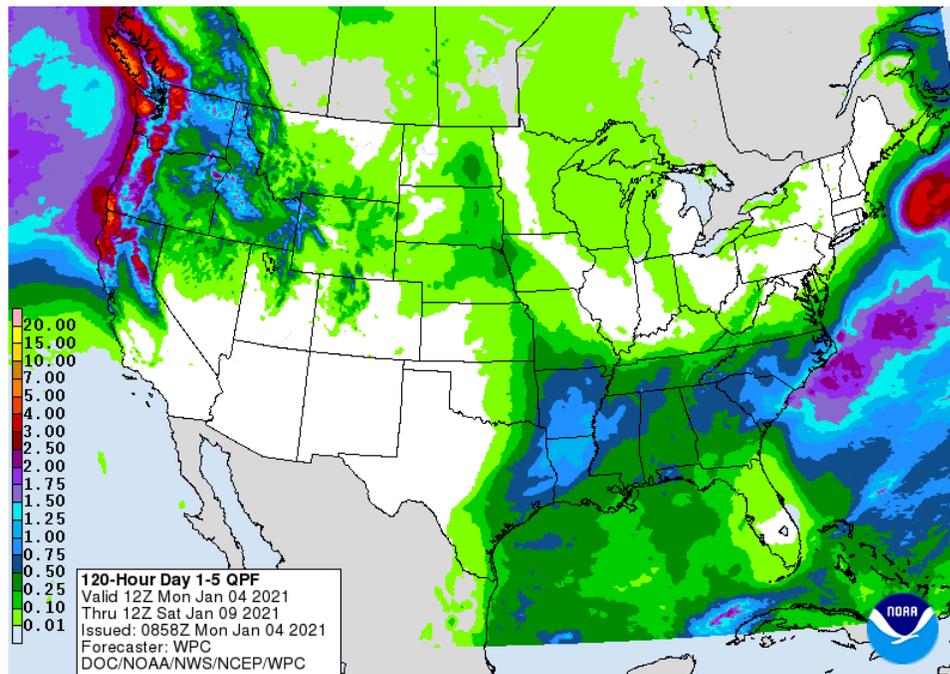
**Weather:** Brazil has around 20% of its corn/soy under stress with a drier pattern coming for C & W. Argy will have greater than half of its corn/soy area under stress mainly in the C & SE. Check 5-day rain fall map on PG 2 and South American Map on PG 3.

**Dollar Index:** The dollar is trading **40 ticks lower** this morning at 89.53.

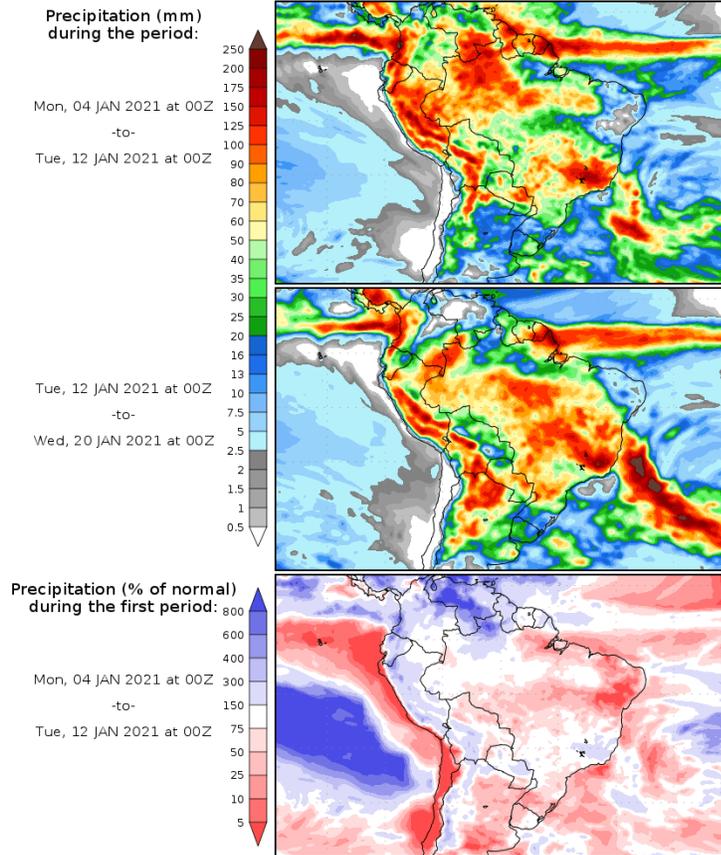
**Brazilian Real:** The Real is trading **16ticks higher** this morning at 1941.

***Additional Comments:***

5 Day Rainfall Accumulation Forecast



**Precipitation Forecasts**



Precipitation forecasts from the National Centers for Environmental Prediction.  
Normal rainfall derived from Xie-Arkin (CMAP) Monthly Climatology for 1979-2003.  
Forecast Initialization Time: 00Z04JAN2021

GRADS/COLA

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