



Weekly Summary

February 5, 2019

Corn

Fresh USDA data should be available on February 8th. CFTC Commitment of Traders reports are being delayed and released slowly as are the Export Sales reports. Current information is not available. The WASDE report will shake the market up and out of the sideways trade.

Targets: July @ \$4.15, Dec @ \$4.23

Soybeans

There was some friendly sounding news regarding the Chinese last week, but the market can not sustain rallies. If the WASDE report on Friday contains an adjustment to export expectations, it could really jolt the market. We would expect that any adjustment to exports would be to lower them. 955 mbu carryout could actually get bigger.

Targets: None working

Wheat

This sounds like a broken record, but the wheat market is moving sideways. The interesting development in the market is that the Chinese appear to be talking about importing US wheat as a good will gesture. This would be new business and bullish.

Targets: HRS: Mar @ \$6.07, Sep @ \$6.21 HRW: May @ \$5.65, Jul @ \$5.73 SRW: May @ \$5.75, Jul @ \$5.79

Cattle

Cattle had a dramatic key reversal last week. Packer bids were \$121-\$122 with late trade \$124 - \$125. Boxed beef was down almost \$4.00 on the week. Early this week, a surprise recovery from that dramatic downturn.

Targets: As listed on the update.

Hogs

Hogs were lower again last week, but turned sharply on Monday. AFS has now been reported in Poland and Mongolia for the first time.

Targets: Buy Jun \$90 calls at the market.