

MID-CO COMMODITIES, INC.

BLOOMINGTON, IL | 800-322-9371 URBAN DALE, IA | 800-422-0896

Morning Market Commentary
Tuesday, October 16, 2018

Iowa 800-422-0896
Illinois 800-322-9371

OVERNIGHT MARKETS (as of 7:15 AM)

Contract	Last	Change	Support	Resistance	RSI	Contract	Last	Change	Contract	Last	Change
CZ18	376	-2 1/4	365	387	58.37	OZ18	301	3/4	Dollar I.	94.96	-0.08
CH18	387 3/4	-2 1/2	378	397	58.37	CTZ18	78.76	0.04	Crude	71.34	-0.44
SX18	884 1/2	-7	858	900	56.62	SMZ18	324.1	-2.9	Gold	1230.9	3.1
SF19	898 3/4	-7	878	926	56.62	BOZ18	29.61	-0.15	RBOB	1.9415	-0.0016
WZ18	522 3/4	-2 1/4	500	531	48.06	LCZ18	117.98	1.8	Ethanol	1.3	-0.008
WH19	541 3/4	-2	508	553	48.06	LHZ18	56.75	1.75	Dow J.	25,390	189.00

SPREADS

CORN	Last	Full Carry	% Full Carry	BEANS	Last	Full Carry	% Full Carry	WHEAT	Last	Full Carry	% Full Carry
CZ18:CH19	-12	-18.85	63.65%	SX18:SF19	-14 1/4	-16.21	87.90%	WZ18:WH19	-19	-38.30	49.61%
CZ18:CK19	-19	-31.28	60.73%	SX18:SH19	-26 3/4	-31.64	84.55%	WZ18:WK19	-30 1/4	-63.55	47.60%
CZ18:CN19	-23 3/4	-43.92	54.07%	SX18:SK19	-39 3/4	-47.59	83.53%	WZ18:WN19	-35	-89.23	39.23%

TODAY'S MARKET FACTORS

()=Last Week	U.S	IA	IL	IN	OH	MI	WI	MN	SD	NE	MO
Corn G/E () LW	68(68)	69(70)	80(80)	73(72)	82(83)	55(54)	69(71)	75(71)	64(64)	80(79)	28(28)
Harvest () AVG	39(35)	17(24)	71(54)	51(39)	31(28)	20(16)	19(16)	18(20)	17(21)	25(25)	79(65)
Beans G/E () = LW	66(68)	65(70)	80(80)	71(72)	79(84)	69(69)	70(71)	70(72)	62(64)	80(82)	45(49)
Harvest () = AVG	38(53)	19(51)	60(55)	51(49)	43(58)	23(41)	21(42)	38(69)	29(65)	38(54)	25(29)

- Soybean futures are leading the grains lower despite ratings dropping 2 points due to excessive rainfall. Most fundamentalists feel yesterday's rally was overdone as SX9 closed at the highest level in 4 months. Buying enthusiasm on Monday was attributed to China returning to the US for soybean needs, although these purchases were made last spring. CBOT open interest rose yesterday for beans and wheat but fell sharply for corn.
- The weather outlook has turned mostly favorable for harvest progress over the next two weeks. There is a small disturbance that moves across the OH Valley by Friday but the weekend and most of next week looks dry for most of the Midwest. Temperatures will warm to slightly below normal by late week.
- US winter wheat seedlings are 65% complete versus 58% last year and the five year average of 67%.
- Soybean seeding in Brazil is advancing rapidly. AgRural is estimating 20% of the expected area is complete versus 12% for the same time period a year ago and 10% on average. Corn seeding is 44% complete versus 37% a year ago and 38% on average.
- Timely rains are projected to continue across Brazil's main growing regions allowing seeding to advance rapidly. Normal to above normal rains will persist across southern and central Brazil.
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Managed Money Activity	Previous Day's Est Activity	Estimated Net Position	Record Long	Record Short
Corn	23,000	20,000	429,189	-230,556
Beans	17,000	-19,000	253,889	-118,683
Chicago Wheat	3,000	-17,000	80,827	-162,327

Opening Calls

Corn and soy markets pressured by drier weather allowing harvest to speed up.
World equity markets mostly higher after strong US earnings report.
SX19 traded to a four month high yesterday.

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