



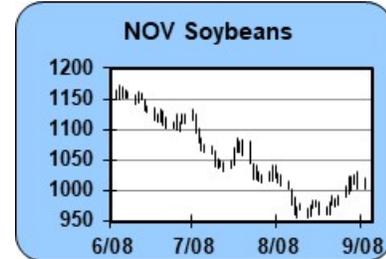
DAILY GRAINS COMMENTARY Wednesday September 11, 2024

DAILY SOY COMPLEX COMMENTARY 9/11/2024

USDA tomorrow to highlight burdensome US ending stocks

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):
SOY BEANS +0.1, BEAN OIL +0.0, SOYMEAL +0.2

OVERNIGHT DEVELOPMENTS: Soybeans (NOV 24) prices overnight are up 9; Soymeal (DEC 24) up 2.10; and Soyoil (DEC 24) up 0.49. Soybean open interest as of September 10 was down 55 contracts, soymeal down 3,975 contracts, and soybean oil up 2,250. Chinese Dalian (NOV 24) Soybeans down 0.12%, Soymeal down 1.17%, Soyoil down 0.60%, Palm oil down 0.58%. Malaysian Palm was up 0.41%.



NEAR-TERM MARKET FUNDAMENTALS: Beans are seeing a slight rebound this morning after a weak performance Tuesday and traders await the USDA September supply/demand report tomorrow morning at 11 AM Chicago time. Reuters estimates expect USDA to show a bean yield of 53.2 BPA and production of 4.589 billion bushels, both unchanged from their August figure. US 2024/25 ending stocks are expected at 565 million bushels, up from 560 in August and world ending stocks are expected at 133.86 million tonnes, down from 134.4 in August. This report will be based on actual field checks rather than the farmer surveys and satellite analysis done in August. China's official bean import data is likely to fall short of USDA's pace but remember USDA is no longer using China data and instead is now relying on exporter data which tells a very different story. Exporter data shows that China imports are likely to exceed USDA's total for the year. Brazil exportable supplies are unlikely to be significantly replenished until after January when the fall planted crop begin harvest and in the meantime the US should garner the bulk of the global export share. There were 54 bean deliveries overnight and the total for the month is 458. There were 18 meal deliveries with the total for the month of 308. The 1-5 day forecast is mostly dry for the Midwest with remnants of hurricane Francine to move into the Delta and lower Ohio Valley with most models now showing the precipitation reaching the far southern reaches of Illinois and Indiana. The 6 to 10 day outlook moves above normal precipitation into the Western belt with normal to below in the eastern belt and above normal temperatures for all the Midwest. Brazil farm group, Aprasoja, says Brazilian fires recently have burned through straw used by bean farmers to protect fields from the heat. The straw or dried grain stalks from previous harvests are used to hold moisture in the soil during the dry season. Pre-report long liquidation may be over and November bean prices are range-bound between the 50-day moving average resistance at 1025 on the upside and the 20-day moving average support at 989 on the downside. Tomorrow's USDA report will set the stage for fall prices and a yield above 53.5 would likely send November beans down for a test of the contract lows at 955. It is unlikely USDA will be able to change the long-term bearish supply picture unless yields are significantly lower than the guesses. Of all the grains, beans have the highest odds of breaking recent lows.

TODAY'S MARKET IDEAS:

The bull camp is hoping for some bullish data from the USDA tomorrow, however, the report will highlight burdensome US ending stocks and after Pro Farmer's record high pod counts in many states, it will be very tough for USDA to come up with anything long-term bullish in this report. The important question the report will answer is whether the dry finish to the growing season has trimmed US yield. Initial pullback support stands at 993 and then 984 on November.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None

SOYBEAN COMPLEX TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

SOYBEANS (NOV) 09/11/2024: The close below the 40-day moving average is an indication the longer-term trend has turned down. A bearish signal was triggered on a crossover down in the daily stochastics. Momentum studies trending lower at mid-range should accelerate a move lower if support levels are taken out. The market's short-term trend is negative as the close remains below the 9-day moving average. The market setup is somewhat negative with the close under the 1st swing support. The next downside target is now at 979 1/4. The next area of resistance is around 1008 3/4 and 1025 1/4, while 1st support hits today at 985 3/4 and below there at 979 1/4.

SOYBEAN OIL (DEC) 09/11/2024: Stochastics trending lower at midrange will tend to reinforce a move lower especially if support levels are taken out. The close under the 18-day moving average indicates the intermediate-term trend could be turning down. The downside closing price reversal on the daily chart is somewhat negative. The market setup is somewhat negative with the close under the 1st swing support. The next downside objective is 38.67. The next area of resistance is around 40.22 and 41.04, while 1st support hits today at 39.04 and below there at 38.67.

SOYMEAL (DEC) 09/11/2024: The major trend has turned down with the cross over back below the 60-day moving average. The daily stochastics have crossed over down which is a bearish indication. Momentum studies trending lower at mid-range could accelerate a price break if support levels are broken. The market's close below the 9-day moving average is an indication the short-term trend remains negative. The close below the 2nd swing support number puts the market on the defensive. The next downside target is 310.8. The next area of resistance is around 321.9 and 328.3, while 1st support hits today at 313.1 and below there at 310.8.

DAILY CORN COMMENTARY

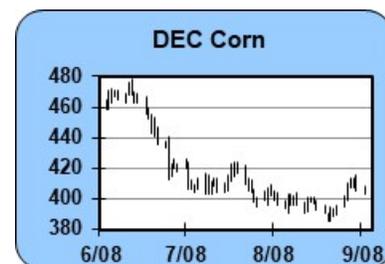
9/11/2024

USDA expected to lower yield due to dry crop finish

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

CORN +0.3

OVERNIGHT DEVELOPMENTS: Corn (DEC 24) prices overnight are up 2 3/4. Corn open interest as of September 10 was up 11 contracts. Chinese Dalian (NOV 24) Corn was down 0.86%.



NEAR-TERM MARKET FUNDAMENTALS: December corn prices are bouncing back toward the highs of the week as all eyes turn to the USDA tomorrow for their September supply/demand fundamental data dump. Contributing to the higher start to the day, LSEG dropped their Ukraine production estimate 2% to 25.0 million tonnes due to dryness, compared to USDA at 27.2. Reuters estimates for the report show corn yield is expected at 182.4 BPA down from 183.1 in August and production of 15.076 billion bushels, down from 15.147 in August. US 2024/25 ending stocks are expected at 2.007 billion bushels, down from 2.073 in August and world ending stocks estimates are 309.39 million tonnes, down from 310.17 in August. If USDA dropped yield 1 BPA from their August number, that would shave off 82 million bushels and bring ending stocks down to 1.925 billion bushels, just above the 2023/24 carryout of 1.867. The dry finish to the growing season, along with foliar diseases, could pull yields down below guesses. Once the report is over, traders will have to deal with an increased harvest pace and weak energy

prices. Hurricane Francine is expected to make landfall near New Orleans and the moisture is now expected to spread up into the far southern part of the eastern corn belt, reaching far southern Illinois and Indiana, Tennessee, Kentucky and Arkansas. While the benefits of rain this late in the season may be debatable, those areas have been very dry and could probably use the precipitation as long as it's not heavy enough to cause flooding. The storm seems to be moving slowly, which could increase the flooding potential. There were 62 deliveries overnight and a total of 576 for the month. Ethanol production later this morning is expected at 1.062 million barrels per day, near unchanged from 1.061 last week and stocks are expected at 23.338 million barrels down slightly from last week at 23.354. The weather models have turned wetter in the Plains and Western corn belt mid-next week and beyond while the eastern belt continues to show normal to below normal precipitation over the next 2 weeks. Our view is December corn made an early harvest low last month and barring a major increase in yield from USDA tomorrow, prices will find buyers on breaks below \$400. Rallies may be hard-fought until the bulk of the US harvest is over.

TODAY'S MARKET IDEAS:

December corn prices have been mostly stagnant this week and tomorrow's USDA numbers will certainly increase volatility. As long as USDA yields are no higher than last month, we expect the August lows will hold and buyers will step up on breaks. The harvest pace will increase next week and will add additional hedge pressure on rallies. Speculators can look to buy Dec corn on a break to the 395-400 area.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None.

CORN TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

CORN (DEC) 09/11/2024: The daily stochastics have crossed over down which is a bearish indication. Daily stochastics turning lower from overbought levels is bearish and will tend to reinforce a downside break especially if near term support is penetrated. The market's close below the 1st swing support number suggests a moderately negative setup for today. The next downside objective is now at 400 3/4. The next area of resistance is around 406 1/4 and 409, while 1st support hits today at 402 1/4 and below there at 400 3/4.

CORN (MAR) 09/11/2024: A bearish signal was triggered on a crossover down in the daily stochastics. Momentum studies trending lower from overbought levels is a bearish indicator and would tend to reinforce lower price action. The close above the 9-day moving average is a positive short-term indicator for trend. The close below the 1st swing support could weigh on the market. The next downside objective is 419 3/4. The next area of resistance is around 425 1/4 and 428, while 1st support hits today at 421 1/4 and below there at 419 3/4.

DAILY WHEAT COMMENTARY

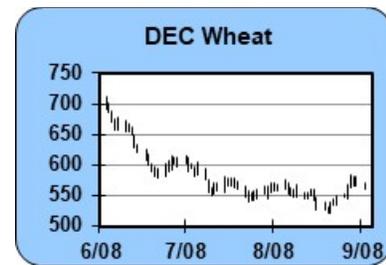
9/11/2024

USDA not expected to make major changes tomorrow

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

WHEAT +0.4

OVERNIGHT DEVELOPMENTS: Chicago wheat (DEC 24) prices overnight are up 3 1/4; Kansas City (DEC 24) up 2; and Minneapolis (DEC 24) up 4 1/2. MATIF Milling Wheat(DEC 24) was up 0.5%. Chicago wheat open interest as of September 10 was down 1,681 contracts and Minneapolis wheat was up 1,464 contracts.



NEAR-TERM MARKET FUNDAMENTALS: Chicago wheat prices are testing last week's highs before tomorrow's USDA report. According to Reuters estimates, USDA is expected to show 2024/25 US wheat ending stocks at 823 million bushels, down from 828 in August. World ending stocks for 2024/25 are anticipated at 255.31 million tonnes, down from 256.62 in August. Balance sheet changes for wheat are expected to be minimal tomorrow. US Plains wheat areas may see better precipitation chances starting mid-next week as weather models turned wetter for all of the Western belt. Plains precipitation is critically needed to replenish soil moisture before fall sowing of the winter wheat crop. Argentina's Bioceres says their drought tolerant HB4 GMO wheat variety could launch in the US in 2 years. The Ukraine agriculture Council says domestic and export prices in the country will likely rise due to smaller wheat stocks. Ukraine wheat exports were 18.3 million tonnes in 2023/24 but the government has capped exports at 16.2 million for this season. Ukraine's exports so far this marketing year since July 1 have been very strong, reaching 8.2 million tonnes, compared to 5.4 million in the same timeframe last year. The speedy export pace could draw down Ukraine wheat stocks quicker than expected. Tomorrow's report is not expected to be a big mover for wheat but prices will follow corn and beans. Our view is wheat made an important low last month and prices are now in a new higher trend. Once Russian prices rally, US rally potential will increase.

TODAY'S MARKET IDEAS:

Although US 2024/25 ending stocks tomorrow will be significantly above last year, the market seems to have digested that and we think the path of least resistance is higher after the upside technical reversals a couple weeks ago likely set an important low. The lack of a rally in Russian prices is a limiting factor at the moment but lower yields are expected as the Russian harvest moves forward, and prices are likely to eventually react to the upside, opening up more upside potential for US prices. Speculators can look to buy Chicago December on a break. Pullback support on Chicago December is 552 and 544.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None.

WHEAT TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

WHEAT (DEC) 09/11/2024: The market now above the 60-day moving average suggests the longer-term trend has turned up. Rising stochastics at overbought levels warrant some caution for bulls. The close above the 9-day moving average is a positive short-term indicator for trend. Market positioning is positive with the close over the 1st swing resistance. The near-term upside objective is at 585 3/4. The next area of resistance is around 580 1/2 and 585 3/4, while 1st support hits today at 568 and below there at 560 1/2.

KC WHEAT (DEC) 09/11/2024: The cross over and close above the 60-day moving average indicates the longer-term trend has turned up. Rising stochastics at overbought levels warrant some caution for bulls. The market's short-term trend is positive on the close above the 9-day moving average. The market setup is supportive for early gains with the close over the 1st swing resistance. The next upside target is 593 1/4. The next area of

resistance is around 588 1/2 and 593 1/4, while 1st support hits today at 576 and below there at 568 1/2.

MINN WHEAT (DEC) 09/11/2024: Daily stochastics have risen into overbought territory which will tend to support reversal action if it occurs. The close above the 9-day moving average is a positive short-term indicator for trend. With the close higher than the pivot swing number, the market is in a slightly bullish posture. The near-term upside target is at 620. The next area of resistance is around 615 1/4 and 620, while 1st support hits today at 604 3/4 and below there at 599 1/4.

RICE (NOV) 09/11/2024: Momentum studies trending lower at mid-range could accelerate a price break if support levels are broken. The market's short-term trend is negative as the close remains below the 9-day moving average. The close over the pivot swing is a somewhat positive setup. The next downside target is now at 14.568. The next area of resistance is around 15.045 and 15.167, while 1st support hits today at 14.745 and below there at 14.568.

DAILY TECHNICAL STATISTICS

	CLOSE	9 DAY RSI	14 DAY RSI	14 DAY SLOW STOCH D	14 DAY SLOW STOCH K	4 DAY M AVG	9 DAY M AVG	18 DAY M AVG	45 DAY M AVG	60 DAY M AVG
GRAIN COMPLEX										
CNAZ24	404 1/4	52.79	50.71	72.41	71.17	407.13	404.25	399.33	403.73	412.63
CNAH25	423 1/4	54.02	51.92	74.25	73.18	425.75	422.67	417.92	420.36	428.18
SSAX24	997 1/4	48.04	46.96	71.50	69.51	1010.94	1005.19	989.31	1017.07	1042.49
SSAF25	1015 1/4	48.30	47.22	71.41	69.32	1028.69	1022.64	1007.07	1033.62	1058.24
SMAZ24	317.5	50.65	50.68	72.67	69.80	323.35	319.52	313.44	315.06	320.82
BOAZ24	39.63	43.26	43.77	55.52	44.02	40.23	40.77	40.14	41.74	42.57
WHAZ24	574 1/4	63.28	57.75	74.14	80.61	571.13	563.75	552.96	559.84	571.48
WHAH25	593 1/2	62.87	57.52	74.23	79.94	590.63	583.69	572.99	580.07	591.26
RCAX24	14.895	46.02	46.73	52.38	42.90	15.00	15.00	14.97	15.02	15.14
KWAZ24	582 1/4	62.31	57.51	76.94	80.82	581.50	575.19	562.11	570.35	580.81
MWAZ24	610	54.67	51.84	71.36	74.28	614.06	606.86	598.79	608.87	617.78
OTAZ24	367 1/2	80.63	74.89	92.45	96.24	360.00	348.83	330.08	321.94	321.80

Calculations based on previous session. Data collected 09/10/2024

Data sources can & do produce bad ticks. Verify before use.

DAILY SWING STATISTICS

Contract		Support 2	Support 1	Pivot	Resist 1	Resist 2
GRAIN COMPLEX						
CNAZ24	Corn	400 1/2	402	404 3/4	406 1/2	409
CNAH25	Corn	419 1/2	421	423 3/4	425 1/2	428
SSAX24	Soybeans	979 1/4	985 3/4	1002 1/4	1008 3/4	1025 1/4
SSAF25	Soybeans	998 1/2	1004 1/2	1020	1026	1041 1/2
SMAZ24	Soymeal	310.7	313.1	319.5	321.9	328.3
BOAZ24	Soybean Oil	38.66	39.03	39.85	40.22	41.04
WHAZ24	Wheat	560 1/2	568	573 1/4	580 1/2	586
WHAH25	Wheat	580 1/2	587 1/2	592 1/2	599 1/2	604 1/2
RCAX24	Rice	14.567	14.745	14.867	15.045	15.167
KWAZ24	KC Wheat	568 1/2	576	581	588 1/2	593 1/2
MWAZ24	MINN Wheat	599	604 3/4	609 1/2	615 1/4	620
OTAZ24	Oats	355 1/2	362 1/2	365 1/2	372 1/2	375 1/2

Calculations based on previous session. Data collected 09/10/2024

Data sources can & do produce bad ticks. Verify before use.

***This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Opinions expressed are subject to change without notice. Any information or recommendation contained herein: (i) is not based on, or tailored to, the commodity interest or cash market positions or other circumstances or characterizations of particular investors or traders; (ii) is not customized or personalized for any such investor or trader; and (iii) does not take into consideration, among other things, risk tolerance, net worth, or available risk capital. Any use or reliance upon the

information or recommendations is at the sole discretion and election of the subscriber. The risk of loss in trading futures contracts or commodity options can be substantial, and traders should carefully consider the inherent risks of such trading in light of their financial condition. Any reproduction or retransmission of this report without the express written consent of Lakefront Futures is strictly prohibited.