

DAILY SOY COMPLEX COMMENTARY

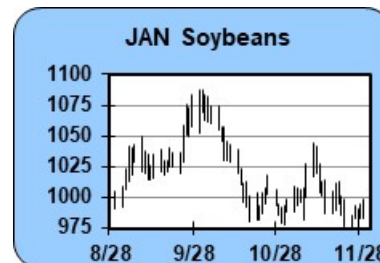
12/2/2024

Trump threatens BRICS countries with 100% tariffs

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

SOY BEANS -0.0, BEAN OIL +0.0, SOYMEAL +0.1

OVERNIGHT DEVELOPMENTS: Soybeans (JAN 25) prices overnight are down -1; Soymeal (JAN 25) up 0.70; and Soyoil (JAN 25) down -0.25. Soybean open interest as of #N/A Requesting Data... was up 1,024 contracts, soymeal down 4,523 contracts, and soybean oil down 1,752. Chinese Dalian (JAN 25) Soybeans down 0.08%, Soymeal down 0.57%, Soyoil down 0.10%, Palm oil up 1.45%. Malaysian Palm was down 1.29%.



NEAR-TERM MARKET FUNDAMENTALS: Bean prices are starting the week near steady, but the recent lack of rally power is a major concern for the bull camp. Generally favorable weather conditions in Brazil and Paraguay, along with most of Argentina, is capping rallies and export demand has not been strong enough to offset the potential for a major increase in South American soy supplies compared to last year. The Brazilian currency has been sinking and moved to its lowest level in 22 years versus the US dollar, which incentivizes the Brazilian farmer to sell stored beans and sell new crop beans as well. AgRural says Brazil soy crop is 91% planted while Argentina stands at 44.4% done. Starting today, China's used cooking oil export tax rebate ends which will begin to shrink UCO exports to the US. There were 394 meal deliveries overnight. Over the weekend Trump said the US will not stand by and watch the BRICS countries move away from the US dollar for trade settlement and said he would place 100% tariffs on imports from BRICS countries. Commitment of Trader's data and NASS crush will be released later this afternoon with October crush expected at 210.6 million bushels, up from 201.3 last year and bean oil stocks are expected at 1.520 billion pounds, up from 1.502 last year. January beans were sideways last week and look to be waiting for the next shoe to drop to push prices down to a new contract low. Bullish news is lacking, and prices look to have more downside potential this week.

The Export Sales Report showed that for the week ending November 21, net soybean sales came in at 2,490,461 tonnes for the current marketing year and 18,000 for the next marketing year for a total of 2,508,461. Cumulative soybean sales have reached 68.2% of the USDA forecast for the 2024/2025 marketing year versus a 5-year average of 67.1%. Sales need to average 391,000 tonnes per week to reach the USDA forecast.

Net meal sales came in at 487,325 tonnes for the current marketing year and none for the next marketing year. Cumulative meal sales have reached 44.3% of the USDA forecast for the 2024/2025 marketing year versus a 5-year average of 40.7%. Sales need to average 197,000 tonnes per week to reach the USDA forecast.

Net oil sales came in at 124,792 tonnes for the current marketing year and none for the next marketing year. Cumulative oil sales have reached 147.0% of the USDA forecast for the 2024/2025 marketing year versus a 5-year average of 28.0%.

TODAY'S MARKET IDEAS:

No change to the bearish theme across the soy complex with bean oil the only market with bullish fundamentals but biofuel policy concerns are weighing on that market as well. South American weather threats are minimal and crop size ideas are rising. Key support is the contract low of 973 1/2 on January. Selling rallies remains the best strategy.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None

SOYBEAN COMPLEX TECHNICAL OUTLOOK:

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SOYBEANS (JAN) 12/02/2024: Momentum studies are still bearish but are now at oversold levels and will tend to support reversal action if it occurs. The market's short-term trend is negative as the close remains below the 9-day moving average. It is a mildly bullish indicator that the market closed over the pivot swing number. The next downside objective is now at 974 3/4. The next area of resistance is around 997 and 1005, while 1st support hits today at 982 and below there at 974 3/4.

SOYBEAN OIL (JAN) 12/02/2024: Momentum studies are declining, but have fallen to oversold levels. The close below the 9-day moving average is a negative short-term indicator for trend. It is a mildly bullish indicator that the market closed over the pivot swing number. The next downside objective is now at 40.64. The next area of resistance is around 42.31 and 42.95, while 1st support hits today at 41.16 and below there at 40.64.

SOYMEAL (JAN) 12/02/2024: Momentum studies are trending higher from mid-range, which should support a move higher if resistance levels are penetrated. The intermediate trend has turned down with the cross over back below the 18-day moving average. The market's close below the pivot swing number is a mildly negative setup. The near-term upside objective is at 296.7. The next area of resistance is around 294.1 and 296.7, while 1st support hits today at 289.7 and below there at 288.0.

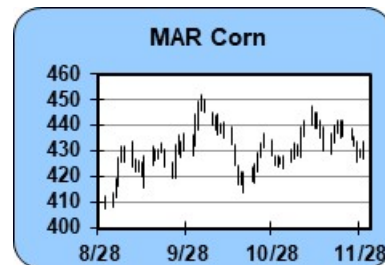
DAILY CORN COMMENTARY

12/2/2024

Seasonal trends in December lean positive

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):
CORN -0.2

OVERNIGHT DEVELOPMENTS: Corn (MAR 25) prices overnight are down -2. Corn open interest as of November 29 was down 1,220 contracts. Chinese Dalian (JAN 25) Corn was down 0.78%.



NEAR-TERM MARKET FUNDAMENTALS: Similar to last week, choppy action is likely to be seen early this week as the uncertainty of Trump tariffs, favorable South American weather, and strong export sales all jockey for the market's attention. Trump's threats last week to place a 25% tariff on Mexican imports into the US is a worry for the bull camp but we expect Mexico will address the immigration issue to avoid the tariffs, as they did in Trump's previous administration. With Mexico still recovering from a long-term drought, the need for US corn is still high. There were 111 deliveries overnight. The Buenos Aires Grain Exchange says Argentine corn planting is 41.3% done and 97% of the crop is normal to excellent, while AgRural estimates center-south planting in Brazil at 94% complete. Weather looks good for the next 2 weeks in Brazil, while Argentina will see some rains early this week before a drier pattern is expected to move in. The French corn crop is finally nearing the finish line at 89% harvested after wet weather caused significant delays. Commitment of Traders data will be out later this afternoon. With recent very strong export sales but rising production prospects in South America which will increase supplies in late spring/early summer of 2025, the bull spreads in corn have been gaining ground lately and that is likely to continue. Seasonal trends for corn in December are strong but that doesn't mean prices can't pull back a bit more in the short-term. However, look for good support on a minor pullback as global buyers may continue to snap up US supplies before any tariff implementation.

Export Sales Report showed that for the week ending November 21, net corn sales came in at 1,062,888 tonnes for the current marketing year and 67,200 for the next marketing year for a total of 1,130,088. Cumulative sales have reached 55.0% of the USDA forecast for the 2024/2025 marketing year versus a 5-year average of 44.6%. Sales need to average 658,000 tonnes per week to reach the USDA forecast.

TODAY'S MARKET IDEAS:

Brazil weather is good and Argentina has seen good rains over the last week but is expected to begin to dry down in week 2 of the forecast. Other market moving news is limited but seasonal trends are much improved in December and prices have averaged 30 cent gains for the month over the last 10 years. Spectators can look to buy March today at 428 or better.

NEW RECOMMENDATIONS:

Buy March Corn at 428 or better. Risk 9 cents from entry. Use an objective of 451.

PREVIOUS RECOMMENDATIONS:

None.

CORN TECHNICAL OUTLOOK:

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CORN (MAR) 12/02/2024: The cross over and close above the 60-day moving average is an indication the longer-term trend has turned positive. Daily stochastics declining into oversold territory suggest the selling may be drying up soon. A negative signal for trend short-term was given on a close under the 9-bar moving average. The outside day up is a positive signal. Since the close was above the 2nd swing resistance number, the market's posture is bullish and could see more upside follow-through early in the session. The next downside objective is now at 425 1/4. The next area of resistance is around 436 1/4 and 438 1/4, while 1st support hits today at 429 3/4 and below there at 425 1/4.

CORN (MAY) 12/02/2024: Daily stochastics are trending lower but have declined into oversold territory. The market's short-term trend is negative as the close remains below the 9-day moving average. A positive signal was given by the outside day up. There could be more upside follow through since the market closed above the 2nd swing resistance. The next downside target is now at 432 3/4. The next area of resistance is around 442 3/4 and 444 1/2, while 1st support hits today at 436 3/4 and below there at 432 3/4.

DAILY WHEAT COMMENTARY

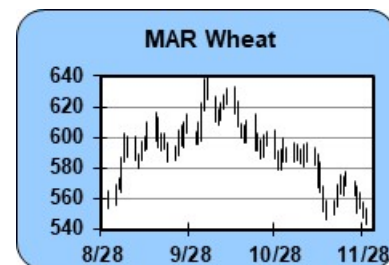
12/2/2024

Ukraine introducing minimum export price for grains

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

WHEAT -0.33

OVERNIGHT DEVELOPMENTS: Chicago wheat (MAR 25) prices overnight are down -3 3/4; Kansas City (MAR 25) down -2; and Minneapolis (MAR 25) down -2 1/2. MATIF Milling Wheat(MAR 25) was down -0.2%. Chicago wheat open interest as of November 29 was up 3,367 contracts and Minneapolis wheat was up 3,210 contracts.



NEAR-TERM MARKET FUNDAMENTALS: Wheat prices closed lower 6 of the last 7 sessions and there was little major news over the weekend to give the market a reason for a significant bounce. Argentina says they are looking to make their 1st wheat shipments to China since the 1990s. Egypt says they are in direct talks with

suppliers and are expected to make a purchase this week. Russia lowered their wheat export quota for February 15-June 30 to 11 million tonnes, well below 26 million last year, and while the number looks bullish on the surface, the market had expected the cut. SovEcon says Russian exports for November are expected at 4.1 million tonnes, down from 5.6 million in October and total Russian exports are now expected at 44.1 million tonnes, compared to USDA at 48.0 and 52.4 last year. Ukraine says they will be moving to a minimum export price structure for grains, similar to what Russia is now doing. There were 45 deliveries of KC wheat over the weekend. US winter wheat under drought dropped a significant 12% last week to 28%, compared to 38% last year. The US Plains remain in a dry pattern and that will continue for the next 2 weeks with temperatures moving to normal to above normal levels in the 8 to 14 day outlook. Commitment of Traders data will be released later this afternoon. March Chicago is once again testing the contract low made back in August and a probe below the contract low to search for sell stops may be needed to cleanse the market of weak longs. The bear camp remains in control to start the week.

The Export Sales Report showed that for the week ending November 21, net wheat sales came in at 366,804 tonnes for the current marketing year and none for the next marketing year. Cumulative sales have reached 67.6% of the USDA forecast for the 2024/2025 marketing year versus a 5 year average of 64.1%. Sales need to average 180,000 tonnes per week to reach the USDA forecast.

TODAY'S MARKET IDEAS:

US Winter wheat under drought dropped significantly last week and little other bullish news is available to stop the selloff seen over the past week. The March Chicago contract low is 542 and the market is likely to move below this week. The bull camp needs a technical turnaround to indicate a bottom is in place and until then prices are likely to drift lower.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None.

WHEAT TECHNICAL OUTLOOK:

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WHEAT (MAR) 12/02/2024: Daily stochastics declining into oversold territory suggest the selling may be drying up soon. A negative signal for trend short-term was given on a close under the 9-bar moving average. The market tilt is slightly negative with the close under the pivot. The next downside objective is 538. The market is approaching oversold levels on an RSI reading under 30. The next area of resistance is around 553 and 558 1/4, while 1st support hits today at 543 and below there at 538.

KC WHEAT (MAR) 12/02/2024: Daily stochastics declining into oversold territory suggest the selling may be drying up soon. The close below the 9-day moving average is a negative short-term indicator for trend. It is a slightly negative indicator that the close was lower than the pivot swing number. The next downside target is 532 3/4. The market is approaching oversold levels on an RSI reading under 30. The next area of resistance is around 545 1/4 and 550 3/4, while 1st support hits today at 536 1/4 and below there at 532 3/4.

MINN WHEAT (MAR) 12/02/2024: Daily stochastics declining into oversold territory suggest the selling may be drying up soon. The market's close below the 9-day moving average is an indication the short-term trend remains negative. The daily closing price reversal up is a positive indicator that could support higher prices. It is a slightly negative indicator that the close was under the swing pivot. The next downside objective is 584 1/4. The next area of resistance is around 595 1/2 and 599 1/4, while 1st support hits today at 588 and below there at 584 1/4.

RICE (JAN) 12/02/2024: Studies are showing positive momentum but are now in overbought territory, so some caution is warranted. The close above the 9-day moving average is a positive short-term indicator for trend. The

close over the pivot swing is a somewhat positive setup. The next upside target is 15.303. The next area of resistance is around 15.262 and 15.303, while 1st support hits today at 15.168 and below there at 15.114.

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										
CNAH25	433	48.30	49.34	35.44	28.99	430.50	434.56	436.29	433.70	432.18
CNAK25	439 3/4	47.19	48.39	35.36	28.76	437.50	441.64	443.39	441.54	440.77
SSAF25	989 1/2	45.35	44.85	19.00	18.13	986.88	989.72	999.78	1011.78	1017.77
SSAH25	996	41.91	42.35	18.52	17.73	995.31	998.39	1010.01	1024.02	1030.45
SMAF25	291.9	43.03	40.40	29.86	33.45	293.65	292.14	294.08	307.92	312.19
BOAF25	41.74	39.13	41.91	15.76	12.01	41.68	42.75	44.62	43.90	43.13
WHAH25	548	29.56	33.18	24.80	17.98	552.56	561.14	567.50	589.82	591.48
WHAK25	557	29.14	32.72	24.77	17.88	562.38	570.83	577.29	600.61	602.29
RCAF25	15.215	60.72	57.07	74.22	77.75	15.11	15.13	14.89	15.04	15.13
KWAH25	540 3/4	27.23	31.89	28.30	19.38	550.25	560.33	564.68	587.98	589.14
MWAH25	591 3/4	34.77	36.48	28.33	26.08	595.25	600.17	604.74	628.96	631.00
OTAH25	358	39.15	41.76	31.54	29.53	363.19	365.78	368.40	376.98	373.79

Calculations based on previous session. Data collected 11/29/2024

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						
CNAH25	Corn	425 1/4	429 3/4	431 3/4	436 1/4	438 1/4
CNAK25	Corn	432 1/2	436 3/4	438 1/2	442 3/4	444 1/2
SSAF25	Soybeans	974 3/4	982	990	997	1005 1/4
SSAH25	Soybeans	980 1/2	987 3/4	997	1004 1/4	1013 1/2
SMAF25	Soymeal	287.9	289.7	292.3	294.1	296.7
BOAF25	Soybean Oil	40.64	41.16	41.80	42.31	42.95
WHAH25	Wheat	537 3/4	543	548	553	558 1/4
WHAK25	Wheat	548	552 1/2	557 1/4	561 1/2	566 1/2
RCAF25	Rice	15.113	15.167	15.208	15.262	15.303
KWAH25	KC Wheat	532 3/4	536 1/4	541 3/4	545 1/4	550 3/4
MWAH25	MINN Wheat	584 1/4	588	591 3/4	595 1/2	599 1/4
OTAH25	Oats	352	355	358	361	364

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