

Fundamentals:

U.S. soybean and corn futures edged higher on Tuesday, recovering from early weakness as investors covered short positions ahead of a key U.S. government crop outlook on Friday, traders said.

Wheat futures dipped, with concerns about weak demand for U.S. supplies weighing on the market after Egypt booked another deal for Russian wheat despite rising concerns about Black Sea shipments.

The benchmark Chicago Board of Trade September soft red winter wheat contract settled 1-1/4 cents lower at \$6.56-1/4 a bushel.

Egypt's state grains buyer, the General Authority for Supply Commodities said on Tuesday it bought 235,000 metric tons of Russian wheat in an international tender.

CBOT November soybean futures gained 4 cents to \$13.06 a bushel and CBOT December corn was up 3 cents at \$4.98-3/4 a bushel.

The soybean market was due for a technical recovery after sinking on Monday to its lowest level since June 30, traders said. Corn futures had posted losses in nine of the previous 10 sessions.

Tuesday's gains were kept in check, however, by forecasts for cool temperatures and rainy conditions across much of the U.S. Midwest during the next week, which will help harvest prospects for both crops, traders said.

Weekly condition ratings for U.S. soybean and corn crops improved more than analysts expected in the past week, though the spring wheat score slipped, U.S. government data showed on Monday.

U.S. crop production is expected to inch backwards in Friday's WASDE report, according to analysts surveyed by The Wall Street Journal. Analysts are forecasting corn production to total 15.13 billion bushels, with a yield of 175.4 bushels per acre. Soybeans production is forecast at 4.24 billion bushels, with a yield of 51.2 bushels per acre. For both crops, production and yield is slightly off from last month's predictions. Wheat production is expected to total 1.74 billion bushels, which would be up 1,000 bushels from the previous month's report. Similar estimates coming from other analysts helped provide corn and soybeans support later in the trading session.

Corn and soybean crop conditions were reported as improving by the USDA late yesterday, initially pressuring those futures before they rose later in the day. U.S. corn in good or excellent condition totaled 57%, which is up 2 points from last week. Soybeans in good or excellent condition totaled 54%, which is also up 2 points from the previous week.

Milder weather conditions seen in recent days are expected to stay in place in the coming weeks - a source of consistent pressure for grain futures going forward. "The weather has certainly improved with lower temperatures and more widespread rainfall forecasted for the next 10 days to 2 weeks, so from a supply perspective the selling makes sense," said Tomm Pfitzenmaier of Summit Commodity Brokerage in a note.

Higher projections for both the Russian wheat crop and wheat exports is another pressure point for futures this week. Two Russian agricultural consultant firms upwardly revised their forecasts for Russia's wheat crop and wheat exports in the 2023/24 crop year that has been underway since the beginning of July," said Commerzbank in a note. However, the firm notes that whether these increased volumes of wheat reach world markets is in question, due to the escalating fighting seen between Russia and Ukraine.

(Source: Reuters, Dow Jones Newswires)

Contract	Close	Chg	High	Low
Soybeans NOV 23	1,306.00	3.25	1,311.00	1,282.25
Soybean Oil DEC 23	59.850	-0.120	60.510	57.860
Soybean Meal DEC 23	394.00	2.20	395.10	387.60
Corn DEC 23	498.75	3.50	501.25	490.50
Wheat DEC 23	681.50	-1.00	687.00	668.25
US Dollar Index	102.553	0.506	102.796	102.065

Argentina & Brazil Weekly Export Statistic (metric ton)

Date	A. Corn	B. Corn	A. Soybean	B. Soybean	A. Wheat	B. Wheat
07/08/2023	299,000	245,000	32,000	1,078,000	#N/A	#N/A
31/07/2023	182,000	242,000	172,000	566,000	0	55,000
24/07/2023	321,000	409,000	84,000	512,000	0	20,000
17/07/2023	233,000	822,000	63,000	386,000	0	33,000
10/07/2023	474,000	547,000	30,000	1,131,000	0	62,000
03/07/2023	150,000	148,000	36,000	971,000	0	37,000
26/06/2023	513,000	143,000	79,000	766,000	0	32,000
19/06/2023	177,000	60,000	172,000	955,000	0	56,000
12/06/2023	340,000	198,000	271,000	1,739,000	0	38,000
05/06/2023	234,000	292,000	281,000	1,262,000	0	216,000

US Weekly Export Statistic Data by USDA (,000 metric tons)

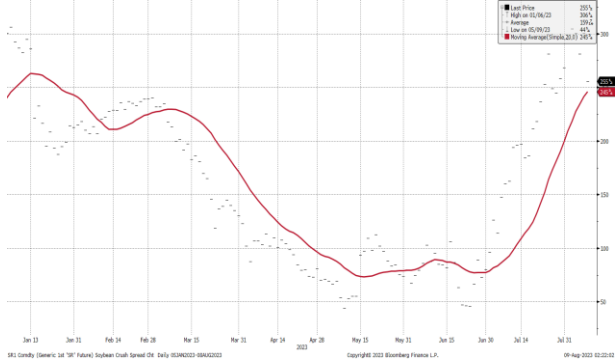
Date	Corn	Soybean	Soy Oil	Soy Meal	Wheat
27/07/2023	456.4	2721.3	4.4	347	434.7
20/07/2023	650	743.1	2.1	273.8	233.2
13/07/2023	728.4	821.9	-0.8	407.7	170.7
06/07/2023	939.2	248.8	1.2	172.7	395.7
29/06/2023	669.7	724	-6.3	181.8	402.8
22/06/2023	263.9	244.4	1	173.6	155.1
15/06/2023	83.1	626.3	0.2	146.4	123.8
08/06/2023	294.3	526.9	-1.9	225.9	165
01/06/2023	65.9	471.8	-0.1	267.6	234.8
25/05/2023	499.3	424.4	4.9	467.3	256
18/05/2023	-23.1	116.1	6.2	391.9	200.1
11/05/2023	-265	680.8	0.9	291.5	294.6

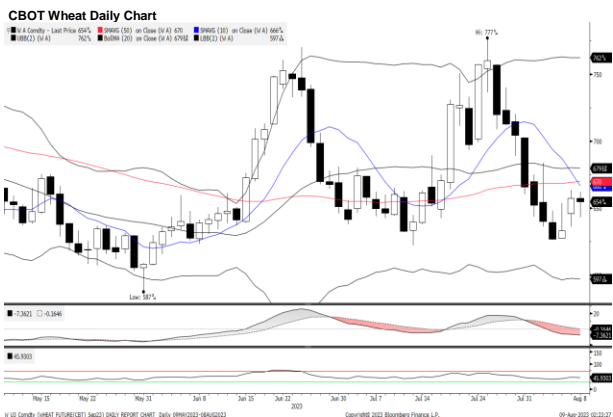
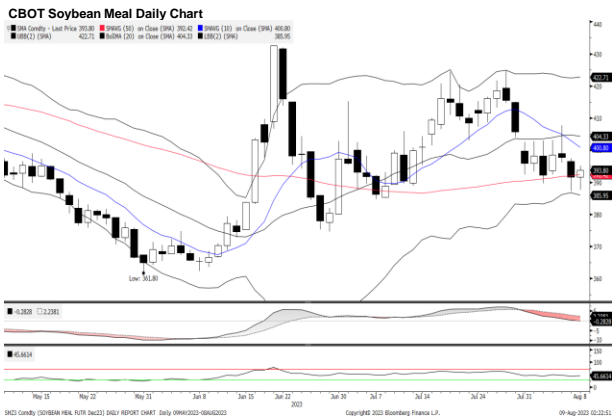
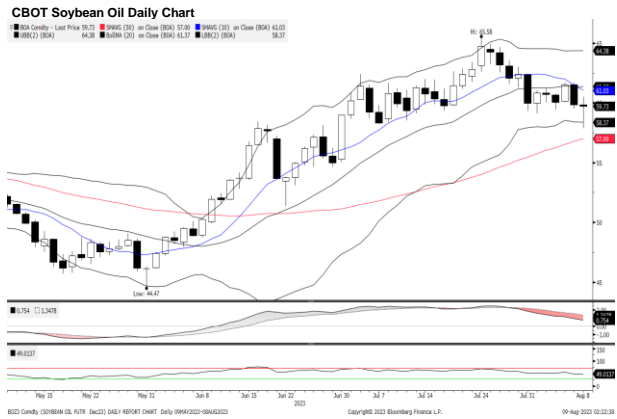
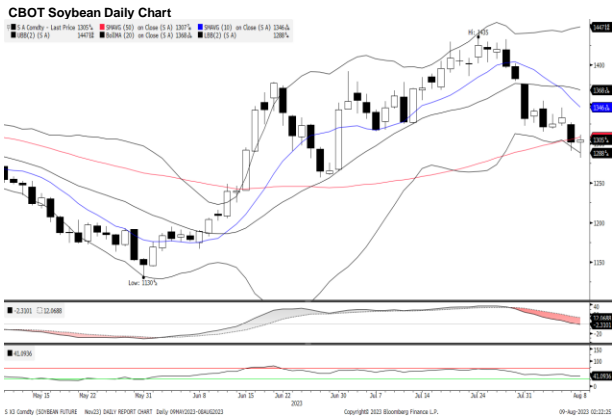
Historical Volatility	10 Days	30 Days	60 Days	90 Days
Soybean Futures	24.64	30.22	29.46	25.04
Soybean Oil Futures	32.33	39.95	40.67	35.86
Soybean Meal Futures	22.94	26.25	31.91	26.67
Corn Futures	21.04	45.33	42.07	35.61
Wheat Futures	35.91	52.69	45.96	40.19

Normalised Soybean Oil vs Crude Palm Oil Spread in U.S. Dollar Metric Tonne



Soybean Synthetic Crush Spread





Technical Analysis

Instrument	1st Resistance	2nd Resistance	1st Support	2nd Support	MACD	MACD DIFF	RSI
Soybean	1325.59	1345.18	1286.41	1266.82	-2.315	-14.376	41.092
Soybean Meal	399.91	405.82	388.09	382.18	-0.283	-2.521	45.659
Wheat	691.72	701.95	671.28	661.06	-5.220	-6.955	46.433
Soybean Oil	60.75	62.58	58.95	58.05	0.754	-0.594	49.014
Corn	506.23	513.71	491.27	483.79	-9.231	-3.935	41.582

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Soybean	1286.41	1299.27	1,279.98	1266.82	1279.49	1,260.49	1325.59	1312.33	1,332.22	1345.18	1331.73	1,351.91
Soybean Oil	58.95	59.54	58.66	58.05	58.64	57.76	60.75	60.14	61.05	61.65	61.03	61.95
Soybean Meal	388.09	391.97	386.15	382.18	386.00	380.27	399.91	395.91	401.91	405.82	401.76	407.85
Corn	491.27	496.18	488.81	483.79	488.63	481.37	506.23	501.17	508.76	513.71	508.58	516.28
Wheat	671.28	677.99	667.92	661.06	667.67	657.75	691.72	684.81	695.18	701.95	694.93	705.45

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