



Prices as 9/26/18 7:51 AM

Soybeans			Soybean Meal			Soybean Oil					
	Change	Volume		Change	Volume		Change	Volume			
NOV8	850.50	4.75	16586	OCT8	308.00	1.80	3608	OCT8	28.49	0.12	4852
JAN9	864.25	4.50	2467	DEC8	311.00	1.80	10480	DEC8	28.76	0.11	13079
MAR9	877.25	4.50	1760	JAN9	312.10	1.80	1719	JAN9	28.99	0.09	2761
MAY9	890.50	4.50	1860	MAR9	311.90	1.80	1376	MAR9	29.31	0.10	698
JUL9	901.25	4.25	1075	MAY9	310.90	1.60	1244	MAY9	29.61	0.10	1091
AUG9	901.50	0.00	90	JUL9	312.50	1.30	592	JUL9	29.88	0.11	704
Corn			Oats			Chicago Wheat					
	Change	Volume		Change	Volume		Change	Volume			
DEC8	362.50	(1.25)	15741	DEC8	257.25	0.25	63	DEC8	521.75	1.00	6198
MAR9	374.75	(1.00)	2254	MAR9	261.75	0.25	6	MAR9	540.50	1.00	1859
MAY9	382.25	(1.25)	1437	MAY9	265.50	0.00	0	MAY9	551.50	0.25	351
JUL9	388.00	(0.75)	1695	JUL9	269.25	0.00	0	JUL9	553.00	1.00	361
SEP9	392.00	(0.50)	273	SEP9	272.25	0.00	0	SEP9	562.75	0.75	58
DEC9	397.25	(0.25)	1222	DEC9	272.25	0.00	0	DEC9	578.75	1.75	62
China				London				Malaysian Palm			
Month	Settle			Month	Price	Change		Month	Price	Change	
Soybeans#1	MAR9	3,719	16	Wheat	MAY9	181.70	1	USD	Index	94.313	0.180
SoyMeal	MAR9	3,097	33	Matif				EUR/USD	Spot	1.1739	(0.003)
SoyOil	MAR9	5,946	24	Rapeseed	FEB9	371.50	2.00	USD/BRL	Bid	4.0777	0.003
Palm	FEB9	4,776	30	Corn	NOV8	177.25	0.75	BITCOIN	BTCc1	\$6,500	\$145
Corn	MAR9	1,901	(7)	Mill Wheat	DEC8	201.75	0.75	WTI Crude	NOV8	71.80	(0.480)
Wheat	MAR9	2,593	(4)					Brent	NOV8	81.38	(0.490)
								Nat Gas	OCT8	3.069	(0.013)
								DJ Mini	DEC8	26539	19
								US 10-Yr	DEC8	118 17/32	3/32

Nearby Soy/Corn Ratio X/Z 2.3062

Source: FI and Reuters

Weather and crop conditions

- Traders are starting to build a weather premium into the agriculture markets citing harvesting delays in Canada and US.
- Frequent showers will occur in the Delta this week.
- The Midwest will also be active which should slow harvesting before a couple more days of net drying occurs outside the Ohio River Valley region.
- HRW wheat areas will see a mixture of sunshine and rain.
- Improving weather across Europe and the CIS is bearish for wheat.
- SA weather looks good.
- Canada is seeing too much precipitation in form of snow and rain, and temperatures will remain cool.

SIGNIFICANT CORN AND SOYBEAN BELT PRECIPITATION EVENTS

	WEST CORN BELT	EAST CORN BELT
Wed		15% cvg of up to 0.20” and locally more; wettest SE
Wed-Thu	35% cvg of up to 0.20” and locally more; driest south	
Thu		Mostly dry with a few

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Fri-Sat	40% cvg of up to 0.65" and local amts to 1.25"; la. wettest	insignificant showers 35% cvg of up to 0.65" and local amts to 1.20"; north Il. to Mi. wettest
Sun		20% cvg of up to 0.20" and locally more; north and west wettest
Sun-Mon	70% cvg of up to 0.75" and local amts to 1.50"; wettest NE	
Mon-Oct 2		80% cvg of up to 0.75" and local amts to 1.50"
Oct 2-4	75% cvg of up to 0.75" and local amts to 2.0"; far NW driest	
Oct 3-4		80% cvg of up to 0.75" and local amts to 2.0"
Oct 5-9	Up to 20% daily cvg of up to 0.20" and locally more each day	Up to 20% daily cvg of up to 0.20" and locally more each day

U.S. DELTA/SOUTHEAST SIGNIFICANT PRECIPITATION EVENTS

	DELTA	SOUTHEAST
Tdy-Wed	85% cvg of 0.30-1.10" with lighter rain in a few areas and local amts over 2.0"; driest north	
Tdy-Thu		90-100% cvg of 0.15-1.10" and local amts to 2.0" with some 2.0-3.50" amts in the west; driest SE
Thu-Sat	10-25% daily cvg of up to 0.35" and locally more each day; wettest south	
Fri-Sat		20-40% daily cvg of up to 0.60" and locally more each day
Sun-Oct 2	5-20% daily cvg of up to 0.20" and locally more each day; wettest north	5-20% daily cvg of up to 0.20" and locally more each day
Oct 3-4	80% cvg of up to 0.65" and local amts to 1.40"	70% cvg of up to 0.65" and local amts to 1.40"
Oct 5-9	Up to 20% daily cvg of up to 0.25" and locally more each day	5-20% daily cvg of up to 0.25" and locally more each day

Source: World Weather Inc. and FI

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Bloomberg weekly agenda

WEDNESDAY, SEPT. 26:

- EIA U.S. weekly ethanol inventories, output, 10:30am
- FOMC rate decision, 2pm; analysts expect the Fed to raise U.S. interest rates by 25 basis points
- South African crop estimates
- Globoil international vegetable oil conference in Mumbai, Sept. 26-28
 - Commerce Minister Suresh Prabhu and Food Minister Ram Vilas Paswan are expected to attend, along with Oil World Executive Director Thomas Mielke, Godrej Director Dorab Mistry, Sunvin CEO Sandeep Bajoria
- S&P Platts Kingsman sugar conference in Miami, final day, with speakers from Bonsucro, ALESA, Indian Sugar Exim Corp., Central American Sugar Assoc., Avenzza

THURSDAY, SEPT. 27:

- USDA weekly net-export sales for corn, wheat, soy, cotton, 8:30am
- USDA hogs & pigs inventory for 3Q, 3pm
- USDA agriculture prices received for August, 3pm
- International Grains Council monthly report
- Port of Rouen data on French grain exports
- Buenos Aires Grain Exchange weekly crop report
- Bloomberg weekly survey of analysts' expectations on grain, sugar prices
- Globoil vegetable oil conference in Mumbai, 2nd day of 3
- EARNINGS: Cargill

FRIDAY, SEPT. 28:

- USDA grain stockpiles for 3Q, including corn, soy, wheat, barley, noon
- USDA wheat production report for September, noon
- Polish crop estimates
- FranceAgriMer weekly updates on French crop conditions
- Globoil vegetable oil conference in Mumbai, final day
- ICE Futures Europe commitments of traders weekly report on coffee, cocoa, sugar positions, ~1:30pm ET (~6:30pm London)
- CFTC commitments of traders weekly report on positions for various U.S. futures and options, 3:30pm

Source: Bloomberg and FI

Registrations

- Ethanol down 103 to 436

Open Interest

CBOT Product			Prompt OI	Change	Total Open Interest*	Change	WOW Change
<i>Soybeans</i>	<i>Sv1</i>	<i>Nov 18</i>	423,686	(1,900)	865,317	5,973	(6,581)
<i>Soy Oil</i>	<i>BOv1</i>	<i>Dec 18</i>	266,496	(296)	588,457	(9,291)	(17,482)
<i>Soy Meal</i>	<i>SMv1</i>	<i>Dec 18</i>	218,742	1,404	518,653	164	(12,543)
<i>Corn</i>	<i>Cv1</i>	<i>Dec 18</i>	937,144	(10,680)	1,716,933	(6,986)	(26,808)
<i>Oats</i>	<i>Oc1</i>	<i>Dec 18</i>	3,342	(12)	4,182	21	66
<i>CHI Wheat</i>	<i>Wv1</i>	<i>Dec 18</i>	219,132	161	461,267	43	(7,864)
<i>KC Wheat</i>	<i>KWv1</i>	<i>Dec 18</i>	152,959	(1,377)	270,043	(1,988)	(727)
CME Product					Total Open Interest*	Change	Change
<i>Live Cattle</i>	<i>LCc2</i>	<i>Dec 17</i>	120,606	1,471	326,995	2,799	6,205
<i>Lean Hogs</i>	<i>LHC2</i>	<i>Dec 17</i>	99,338	1,486	217,135	1,135	393

*Previous day preliminary data as of

9/25/2018

*MN previous session

Source: CBOT, MGE, FI

Macros.

- US stocks are higher, USD lower, WTI crude lower, and gold lower, at the time this was written. (8:00 am CT)

Corn.

- Corn is lower but that should change on expectations for CBOT soybeans to rally further from their 4.25-4.75 cent higher trade at the electronic break.
- News for corn is light.
- Baltic Dry Index is up 3.7 percent or 53 points to 1503 points.
- A Bloomberg survey calls for weekly US ethanol production to decline to 1.027 million barrels per day from 1.051 million last week, and stocks to decline to 22.700 million from 22.746 million week earlier.

Export Developments

- China will sell 8 million tons of corn for the week ending September 28.
- China sold nearly 84 million tons of corn out of reserves this season.

US Weekly Petroleum Status Report - Ethanol

	Ethanol Production		Change		Ethanol Stocks		Change		Days of Ethanol
	FI Production Est.	Mbbl	Last Week	Last Year	FI Stocks Est.	Mbbl	Last Week	Last Year	
8/3/2018		1100	36	8.7%		22,923	956	7.4%	20.0
8/10/2018		1072	-28	1.2%		23,017	94	5.4%	21.4
8/17/2018		1073	1	2.0%		23,259	242	8.1%	21.5
8/24/2018		1070	-3	2.7%		23,061	-198	8.3%	21.7
8/31/2018		1087	17	2.5%		22,703	-358	7.5%	21.2
9/7/2018		1020	-67	-2.6%		22,894	191	8.3%	22.3
9/14/2018		1051	31	1.7%		22,746	-148	7.6%	21.8
9/21/2018	-10 to +5					-100 to +100			

Source: EIA and FI

Soybean complex.

- The soybean complex is higher in part on higher China values and strong US soybean sales to Mexico.
- Traders are slowly building a weather premium into the agriculture markets as wet weather later this week into all next week should slow US harvest progress.
- Look for soybeans to trade higher at the day session open from their 4.25-4.75 cent higher lead.
- There is speculation China may still turn to the US for soybeans as Brazil and Argentina may soon run out of supplies for export. Yesterday there was talk Brazil may have to import 1 million tons of US soybeans after overselling their current crop to China.
- China soybean meal was up 1.0% or 32 yuan/ton to 3296, and leading CBOT meal \$2.60 higher.
- China soybean meal inventories fell 70,000 tons from the previous week to 890,000 tons (CNGOIC).
- Next week China is on a week-long holiday.
- China soybeans were 0.1% higher and China soybean oil 64 higher or 1.1%. China palm was up 0.6% or 30 yuan higher.
- China soybean crush margins on our analysis are running at 143 cents, up from 141 cents last session and compares to 115 late last week and 85 cents a year ago.
- Malaysia December palm oil was up 9 (for the 3rd straight day) and leading SBO 5 lower. Malaysian cash palm oil was unchanged.
- Strong Malaysian palm oil exports are countering with rising palm production.
- Govindbhai Patel estimated India will need to import a record 15.2 million tons of edible vegetable oils during the November 2018-October 2019 period, based on several elements including a 2.1% increase in domestic consumption and 9 percent shortfall in normal rainfall
- Rotterdam oils were higher and SA soybean meal when imported into Rotterdam higher.
- Offshore values were suggesting a higher lead for US soybean meal by \$0.80 and higher lead in SBO by 7 points.
- The Argentina vessel lineup shows one more soybean cargo is set to load and leave soon for China.
- Soybean planting progress just started in Mato Grosso but more rain may be needed in October, according to the local AgMin, Imea.
- Parana, Brazil is 18 percent complete on soybean planting progress. Three-year average is 7 percent.
- Brazil's Agribrazil calculated 1.0 million tons of soybeans will be imported from the US to make up for insufficient supplies. They have Brazil exports at 80 million tons (68MMT last year), and crush at 41.5 MMT (41.8 last year).

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- Canola harvest progress in Manitoba, Canada, are about 85 percent harvested and soybeans are 30 percent complete.

Export Developments

- Under the 24-hour announcement system, US exporters sold 650,387 tons of soybeans for delivery to Mexico during the 2018-19 marketing year.
- China sold 600 tons of 2011 imported soyoil from auction of state reserves at an average price of 5,000 yuan (\$727.45) per ton, 2.05 percent of total soyoil available at the auction.
- China sold 100,642 tons of 2013 soybeans at auction of state reserves at average price of 3,051 yuan (\$443.89) per ton, 100 percent of total 2013 soybean available for the auction.
- China sold about 2.5MMT of soybean out of reserves this season.
- China will offer 100,000 tons of soybeans out of reserves on October 10.
- Results awaited: Iran seeks 30,000 tons of sunflower oil on September 24.
- Yesterday Egypt's GASC bought 30,000 tons of soyoil and 21,500 tons of sunflower oil for arrival between Oct. 25 and Nov. Soybean oil was bought at \$698.70/ton. Sunflower oil was bought at \$719/ton.

Wheat

- US wheat is struggling higher on steady but strong global import demand.
- Paris wheat is higher on a lower EU, although the currency remains near a 3-year high against the USD.

Paris Wheat			Chicago Wheat				
	Change	Volume		Change	Volume		
DEC8	201.75	0.75	4196	DEC8	521.75	1.00	6198
MAR9	204.00	0.75	1457	MAR9	540.50	1.00	1859
MAY9	205.25	1.00	767	MAY9	551.50	0.25	351

Source: Reuters and FI

- Ukraine will keep its export caps on for milling and feed wheat at 8 million tons, each.

Export Developments.

- Turkey bought 252,000 tons of red milling wheat at \$232.90/ton c&f for October 2-22 loading.
- Jordan passed on 120,000 tons of barley.
- Jordan seeks 120,000 tons of feed wheat, optional origin, on September 27.
- Japan in a SBS import tender passed on 120,000 tons of feed wheat and 200,000 tons of barley for arrival by late February.
- Japan in a SBS import tender seeks 120,000 tons of feed wheat and 200,000 tons of barley on October 10 for arrival by late February.
- Japan seeks 109,150 tons of food wheat on Thursday. Original details as follows.

Japan food wheat import details are via Reuters as follows (in tons):

COUNTRY	TYPE	QUANTITY
U.S.	Western White	11,370 *
U.S.	Hard Red Winter(Semi Hard)	13,425 *
U.S.	Hard Red Winter(Semi Hard)	24,675 **
Canada	Western Red Spring(protein minimum 13.5 pct)	32,050 **
Australia	Standard White(west Australia)	27,630 ***

Shipments: * Arrival by Dec 31

** Loading between Oct 21 and Nov 20, *** Loading between Nov 1 and Nov 30

Source: Japan AgMin, Reuters and FI

- China sells 1,787 tons of imported 2013 wheat at auction of state reserves at an average price of 2,144 yuan (\$311.93) per ton, 0.19 percent of total wheat available at the auction.
- China sells 126,652 tons of wheat at auction of state reserves at an average price of 2,409 yuan (\$350.63) per ton, 6.31 percent of total wheat available at the auction.
- Results awaited: UAE seeks 60,000 tons of wheat on September 24 for Oct/Nov shipment.
- Results awaited: Ethiopia seeks 200,000 tons of milling wheat for shipment two months after contract signing. Ethiopia got offers from 7 firms. Lowest offer was for 100,000 tons at \$272.05/ton, c&f.
- Canadian wheat is the lowest offer in Iraq's import tender. Lowest was \$337/ton. Offers valid until September 27. Iraq needs wheat for four after Turkey restricted flour shipments.
- Morocco seeks 336,364 tons of US durum wheat on September 28 for arrival by December 31.
- Bahrain seeks 25,000 tons of wheat on October 2 for Nov shipment.
- Taiwan seeks 110,000 tons of US wheat on October 2 for Nov-Dec shipment.
- Bangladesh seeks 50,000 tons of 12.5 percent wheat on October 9, optional origin.

Rice/Other

- Iraq bought at least 60,000 tons of rice from Vietnam at \$577/ton c&f.
- Thailand sold rice to China for the first time in six years.
- Mauritius seeks 9,000 tons of rice for delivery between Nov. 15, 2018, and March 31, 2019, set to close is Sept. 27.

Foreign Agriculture Market Guidance

As of 7:09 AM

Day on day change

		26-Sep	25-Sep	Change
Rotterdam Oils				
Soy oil EUR/MT	Nov/Dec	650.00	645.00	+5.00
Rape oil EUR/MT	Nov/Jan	720.00	713.00	+7.00
Rotterdam Soybean Meal				
Argentina USD/MT	Sep/Oct	376.00	374.00	+2.00
Argentina USD/MT	Nov/Dec	381.00	380.00	+1.00
Brazil USD/MT	Sep/Oct	372.50	369.00	+3.50
Brazil USD/MT	Nov/Dec	380.50	380.00	+0.50
MALAYSIA PALM OIL				
	Tl. Vol.=	35,147	35688	
Futures MYR/MT	DEC8	2190	2181	+9
RBD Olien Cash USD/MT	Dec18	\$556.25	\$556.25	unchanged
US Gulf Crude SBO over RBD Palm	Spot	\$133	\$133	\$1
China Futures				
Soybeans #1 (DCE) CNY/MT	JAN9	3748	3744	+4
Soybean Meal	JAN9	3296	3264	+32
Soybean Oil	JAN9	5862	5798	+64
China Palm Oil	JAN9	4722	4692	+30
China Futures Crush Margin				
USD/BU	JAN9	-0.14	-0.20	+0.06
CNY/MT	JAN9	-72.52	-105.48	+32.96
Corn (DCE) CNY/MT	JAN9	1862	1869	-7
Wheat (ZCE) CNY/MT	JAN9	2557	2561	-4
China Cash				
Cash Soybean Crush USD/BU	Spot	\$1.43	\$1.41	+0.02
Average Cash Wheat USD/BU		\$9.59	\$9.61	-0.02
Average Cash Corn USD/BU		\$6.87	\$6.88	-0.01
Corn North USD/BU	Spot	\$6.31	\$6.32	-0.02
Corn South USD/BU	Spot	\$7.18	\$7.19	-0.01
Reuters Imported Corn South USD/BU	Spot	\$5.21	\$5.13	+0.08
Matif Wheat (Liffe)				
Matif EUR/MT morning over morning	DEC8	202.50	202.00	+0.50
Matif wheat from prev. settle 2day before	DEC8	201.00	203.00	-2.00
Baltic Dry Index				
	Spot	1450	1434	+16
		25-Sep	24-Sep	
Exchange Rates				
EU	Euro/\$	1.1735	1.1783	-0.0048
MYR	Ringgit/\$	4.1390	4.1350	+0.0040
CNY	RMB/\$	6.8735	6.8728	+0.0007

Currency adjusted to the CME pit close

In cents/bu	26-Sep
oils in points and meal in USD/short ton	
Rot soy oil	-0
Rot rape oil	+9
Rot meal	Sep/Oct
	\$0.89
Rot meal	Nov/Dec
	-\$0.97
Malaysian Fut	-5
Malaysian Cash	-13
China soy #1	-3
China meal	\$2.58
China oil	+30
Dalian corn	-6
Zhengzhou wheat	+4

\$ 237.63 \$/ton

Matif morning +4.96
Matif settle -3.04

<p>ALL OILS Average lead 7 ALL MEAL Average lead \$0.83</p>

CME electronic close change

SU8	+4.75	SMU8	+1.50	BOU8	+11	CU8	+3.25
SX8	+4.50	SMV8	+1.70	BOV8	+13	CZ8	+3.25
SF9	+4.25	SMZ8	+1.60	BOZ8	+13	CH9	+3.25
SH9	+4.00	SMF9	+1.60	BOF9	+12	WU8	-6.25
SK9	+4.25	SMH9	+1.40	BOH9	+11	WZ8	-6.00
SN9	+4.00	SMK9	+1.40	BOK9	+10	WH9	-6.00
						WK9	-7.25

#1 China SB is only designed for Non-GMO soybeans, but captures 96-98% of total bean open interest. #2 China soybeans are not heavily traded

Source: Reuters, Dow Jones Newswires and Futures International

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