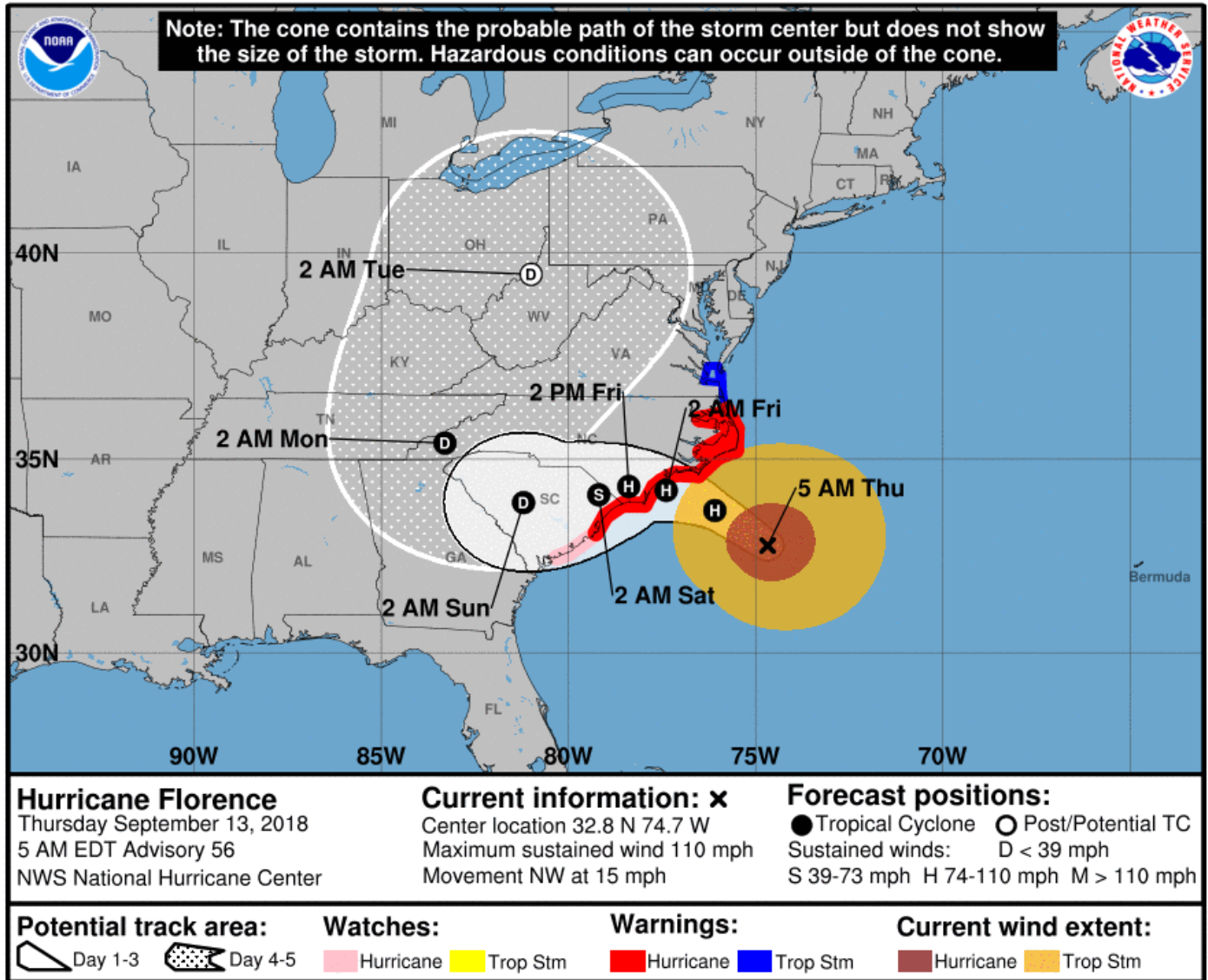
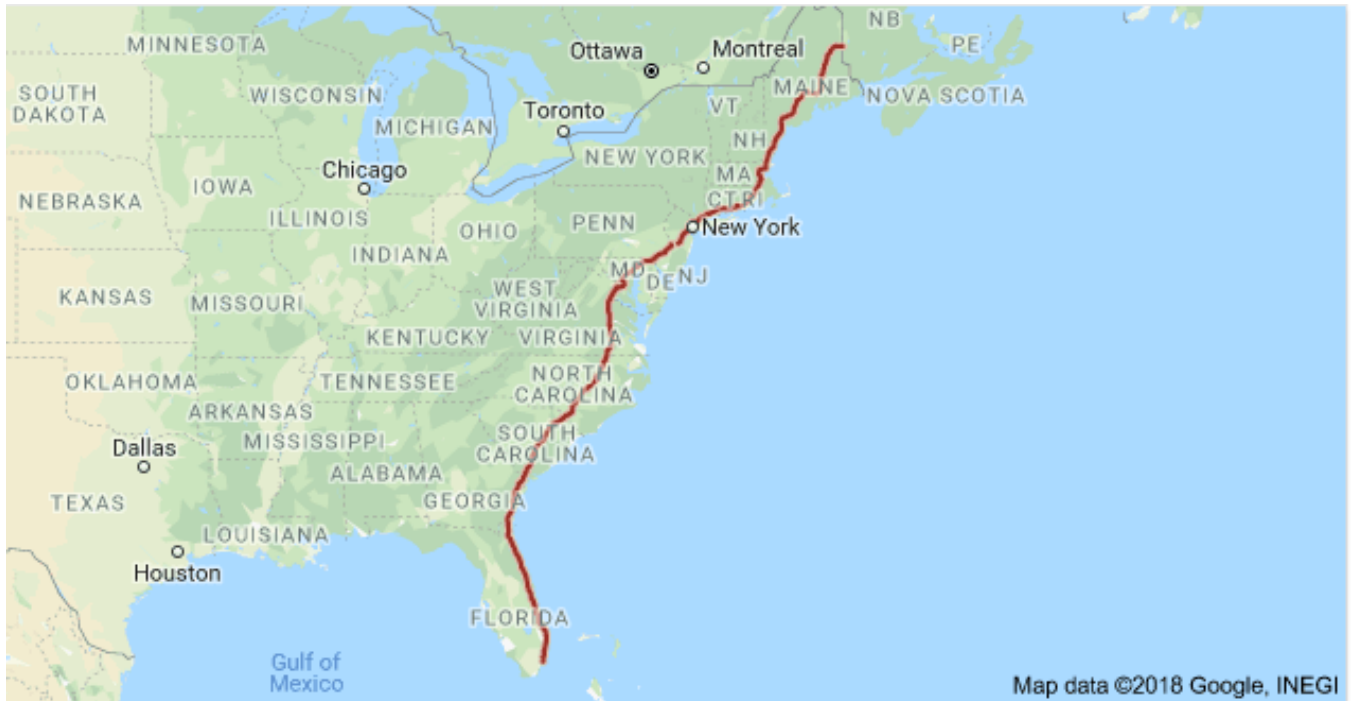




Weather and crop conditions



- Hurricane Florence may dump 15.00 to 30.00 inches of rain from the Interstate Highway 95 to the coast with 6.00 to 15.00 inches likely in a broad region surrounding this and extending into central South Carolina.

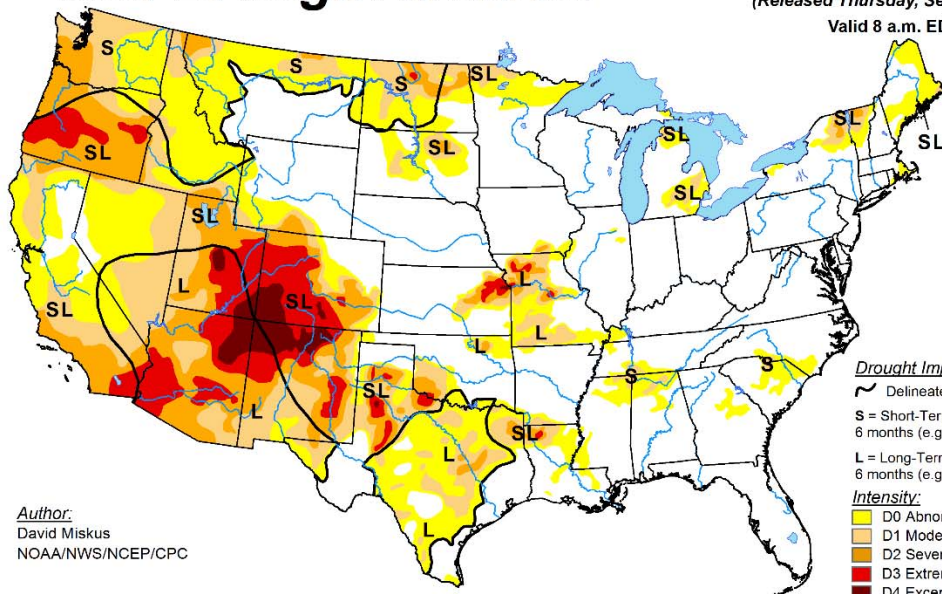


I-95

- Most WCB areas will be dry through Sunday with exceptions in the northwestern Corn Belt.
- The central and southern US Great Plains need rain.
- The eastern Midwest will see only little to no rain of significance through Sunday with portions of Ohio and eastern Kentucky seeing some rain from the remnants of Hurricane Florence Monday into Tuesday.
- Brazil's weather outlook looks favorable for soybean and corn planting progress, which already started.
- Argentina will see additional rain by the end of the week.
- Alberta, Canada will get heavy snow (Thursday, Saturday and Sunday) and then a hard freeze which may negatively impact some immature crops.
- US HRW wheat country will see below average rainfall in the first week of the outlook.

U.S. Drought Monitor

September 11, 2018
 (Released Thursday, Sep. 13, 2018)
 Valid 8 a.m. EDT



Author:
 David Miskus
 NOAA/NWS/NCEP/CPC

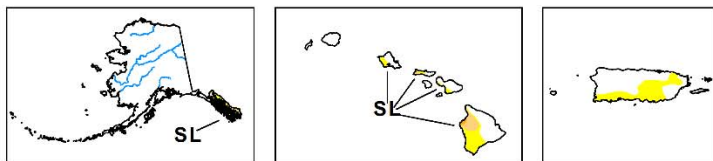
Drought Impact Types:

- ~ Delineates dominant impacts
- S = Short-Term, typically less than 6 months (e.g. agriculture, grasslands)
- L = Long-Term, typically greater than 6 months (e.g. hydrology, ecology)

Intensity:

- D0 Abnormally Dry
- D1 Moderate Drought
- D2 Severe Drought
- D3 Extreme Drought
- D4 Exceptional Drought

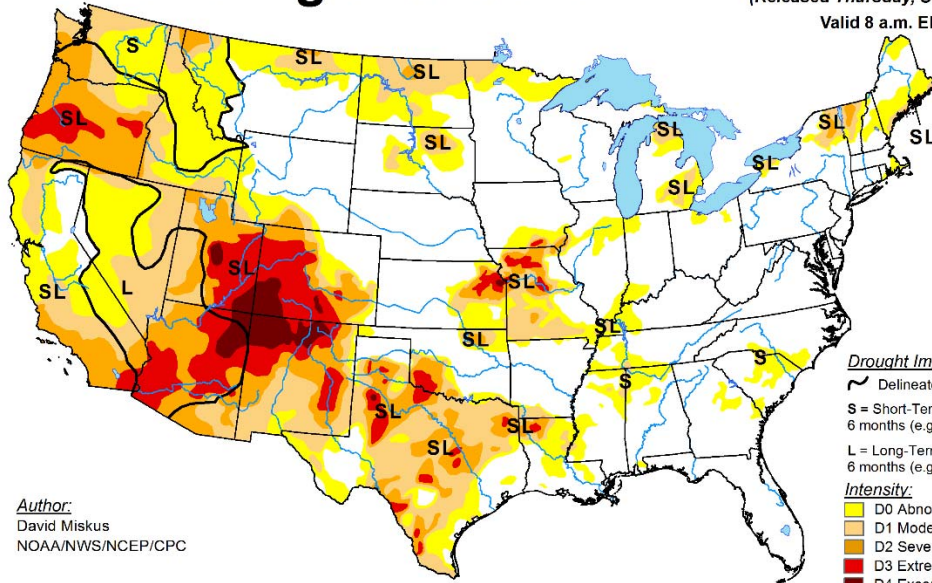
The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. See accompanying text summary for forecast statements.



<http://droughtmonitor.unl.edu/>

U.S. Drought Monitor

September 4, 2018
 (Released Thursday, Sep. 6, 2018)
 Valid 8 a.m. EDT



Author:
 David Miskus
 NOAA/NWS/NCEP/CPC

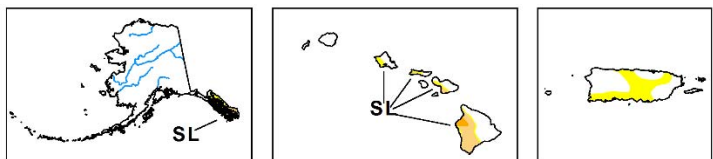
Drought Impact Types:

- ~ Delineates dominant impacts
- S = Short-Term, typically less than 6 months (e.g. agriculture, grasslands)
- L = Long-Term, typically greater than 6 months (e.g. hydrology, ecology)

Intensity:

- D0 Abnormally Dry
- D1 Moderate Drought
- D2 Severe Drought
- D3 Extreme Drought
- D4 Exceptional Drought

The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. See accompanying text summary for forecast statements.



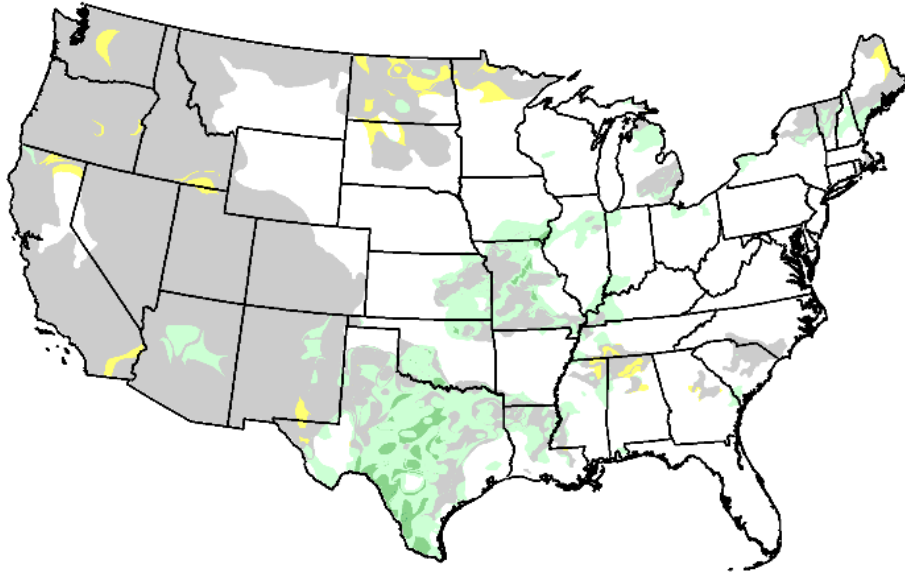
<http://droughtmonitor.unl.edu/>

Terry Reilly Grain Research

Futures International | 190 S. LaSalle St., Suite 410 | Chicago, IL 60603

W: 312.604.1366 | treilly@futures-int.com

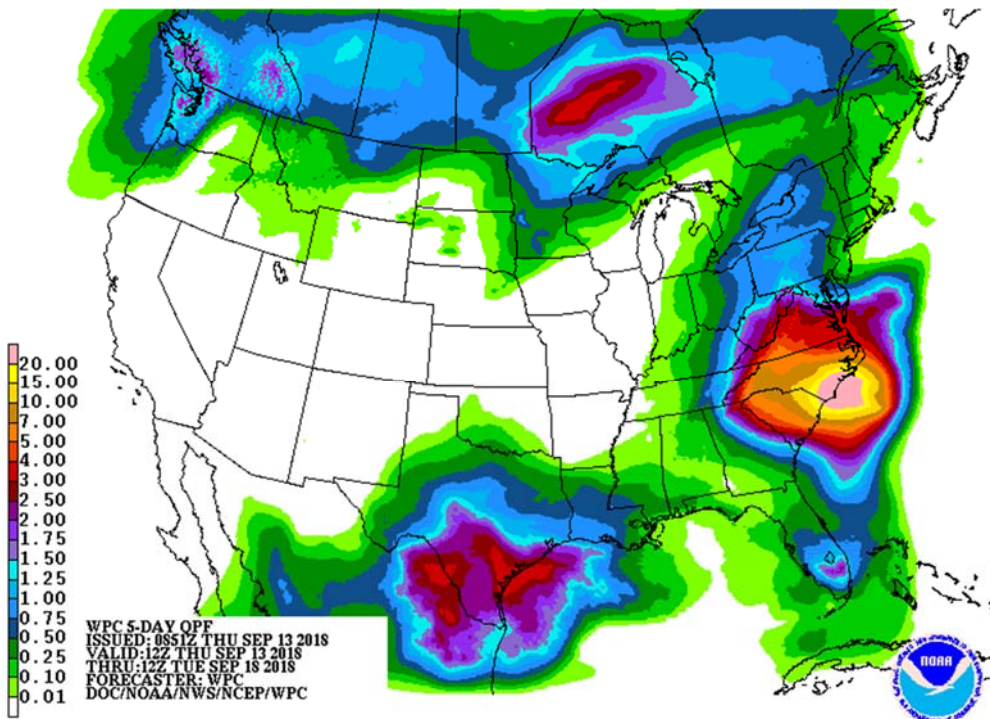
U.S. Drought Monitor Class Change - CONUS 1 Week



- 5 Class Degradation
- 4 Class Degradation
- 3 Class Degradation
- 2 Class Degradation
- 1 Class Degradation
- No Change
- 1 Class Improvement
- 2 Class Improvement
- 3 Class Improvement
- 4 Class Improvement
- 5 Class Improvement

September 11, 2018
compared to
September 4, 2018

<http://droughtmonitor.unl.edu>



Terry Reilly Grain Research

Futures International | 190 S. LaSalle St., Suite 410 | Chicago, IL 60603

W: 312.604.1366 | treilly@futures-int.com

SIGNIFICANT CORN AND SOYBEAN BELT PRECIPITATION EVENTS

	WEST CORN BELT	EAST CORN BELT
Tdy-Sat	10-20% daily cvg of up to 0.40" and locally more each day; wettest NW	5-20% daily cvg of up to 0.25" and locally more each day; wettest east
Sun-Mon		30% cvg of up to 0.75" and local amts to 1.50"; wettest east
Sun-Tue	80% cvg of up to 0.75" and local amts to 1.50"; driest south and far NW	
Tue-Wed		10-25% daily cvg of up to 0.30" and locally more each day
Wed-Sep 21	80% cvg of up to 0.75" and local amts to 2.0"; far NW driest	
Sep 20-22		85% cvg of up to 0.75" and local amts to 1.50"; wettest north
Sep 22	20% cvg of up to 0.50" and locally more	
Sep 23-27	5-20% daily cvg of up to 0.30" and locally more each day	5-20% daily cvg of up to 0.30" and locally more each day

U.S. DELTA/SOUTHEAST SIGNIFICANT PRECIPITATION EVENTS

	DELTA	SOUTHEAST
Tdy-Sat	10-25% daily cvg of up to 0.50" and locally more each day; wettest south	
Sun	Mostly dry with a few insignificant showers	
Mon-Sep 20	Up to 20% daily cvg of up to 0.30" and locally more each day; some days may be dry	
Tdy-Mon		70% cvg of 7.0-15.0" with a few bands of 15.0-22.0" and locally more from east-central to central N.C. through east-central and central S.C. with 1.50-7.0" and locally more elsewhere

		in the Carolinas, south Va. and nearby areas in Ga. with up to 1.50" and locally more elsewhere; Rain is from Hurricane Florence
Tue-Sep 21		10-25% daily cvg of up to 0.50" and locally more each day
Sep 21-23	80% cvg of up to 0.75" and local amts to 1.50"	
Sep 22-24		70% cvg of up to 0.75" and local amts to 1.50
Sep 24-27	10-25% daily cvg of up to 0.35" and locally more each day	
Sep 25-27		10-25% daily cvg of up to 0.35" and locally more each day

Source: World Weather and FI

Bloomberg weekly agenda

FRIDAY, SEPT. 14:

- 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
- FranceAgriMer weekly updates on French crop conditions
- Malaysia to announce crude palm oil export tax for October

Source: Bloomberg and FI

Bloomberg weekly bull/bear survey (taken after the USDA report)

- Raw sugar survey results: Bullish: 5 Bearish: 1 Neutral: 1
- White sugar: Bullish: 4 Bearish: 1 Neutral: 2
- White-sugar premium: Widen: 0 Narrow: 3 Neutral: 4
- Wheat: Bullish: 3 Bearish: 4 Neutral: 4
- Corn: Bullish: 2 Bearish: 6 Neutral: 4
- Soybeans: Bullish: 2 **Bearish: 8** Neutral: 2

USDA US Export Sales Results in 000 Metric Tons

	Week ending:	Actual 9/6/2018	Trade* Estimates		Last Week 8/30/2018		Year Ago 9/7/2017
Beans	2018-19	693.5	500-1000	2016-17	0.6		1612.4
				2018-19	672.6		1.0
Meal	2017-18	34.9	0-100	Sales	69.4	Sales	38.9
	2018-19	188.3	100-300	n/c	289.5		316.7
	Shipments	206.3	NA	Shipments	0.0	Shipments	110.9
Oil	2017-18	4.7	0-15	Sales	-3.7	Sales	6.4
	2018-19	5.2	0-20	n/c	0.0		0.0
	Shipments	1.7	NA	Shipments	0.0	Shipments	4.5
Corn	2018-19	774.2	800-1200	2016-17	30.1		1046.7
				2018-19	1032.9		0.0
Wheat	2018-19	387.6	300-500	2018-19	379.8		316.7

Source: FI & USDA *Reuters estimates

n/c= New Crop

Macros.

- 9:18:03 am livesquawk US Pres Trump: We Are Under No Pressure To Make A Deal With China
- U.S. Plans `severe' Russia sanctions by Nov. - Gov't Official
- US Initial Jobless Claims w/e Sep 8: 204K (est 210K ; prevR 205K ; prev 203K)
US Continuing Jobless Claims w/e Sep 1: 1.696M (est 1.71M ; prevR 1.711M ; prev 1.707M)
- US Core CPI (M/M) SA Aug: 0.1% (est 0.2% ; prev 0.2%)
US Core CPI (Y/Y) NSA Aug: 2.2%(est 2.4% ; prev 2.4%)
US CPI (M/M) Aug: 0.2% (est 0.3% ; prev 0.2%)
US CPI (Y/Y) NSA Aug: 2.7% (est 2.8% ; prev 2.9%)

Corn.

- Non-expiring corn prices were 0.50-2.25 cents lower on large US crop production estimates. Hurricane Florence should yield some crop losses along the East Coast and delay harvesting. Traders are also not looking for widespread crop losses from the hurricane. Georgia, North Carolina and South Carolina make up 4.0% of the US corn crop.
- December corn hit a fresh contract low, and traders remain bearish rolling into harvest.
- African Swine Fever was discovered in Belgium, in wild boars. The French AgMin called for protective measures, as the discovery was near the French border. This is the first case for western Europe. More than 100,000 animals were culled in eastern Europe after several cases emerged this year.
- Funds sold an estimated net 11,000 corn contracts.
- USDA export sales for corn of 774,200 tons were below a range of expectations.

Terry Reilly Grain Research

Futures International | 190 S. LaSalle St., Suite 410 | Chicago, IL 60603

W: 312.604.1366 | treilly@futures-int.com

- The Rosario Grain Exchange estimated Argentina's corn production for 2018-19 (2019-20 local marketing year) at 43 million tons, down from around 45 million tons previously.
- Strategie Grains lowered its estimate for EU corn by 2.9MMT to 58.4 million tons.

Export Developments

- Under the 24- hour USDA announcement system, private exporters reported:
 - Export sales of 142,876 metric tons of corn for delivery to Costa Rica during the 2018/2019 marketing year
- China sold 2,902,204 tons of corn at auction from state reserves at an average price of 1,567 yuan (\$228.81) per ton, 73.28 percent of total corn available at the auction.
- China will sell another 4 million tons of corn September 14.
- China sold about 78.2 million tons of corn out of reserves this season.

USDA Export Sales Text

- Corn: Net sales for the 2018/2019 marketing year, which began September 1, totaled 774,200 MT. Increases were reported for Mexico (218,400 MT, including decreases of 27,900 MT), Colombia (166,600 MT, including 54,800 MT switched from unknown destinations), Japan (128,300 MT, including decreases of 3,100 MT), Peru (113,000 MT, including 50,000 MT switched from unknown destinations and decreases of 1,000 MT), and Taiwan (38,900 MT, including 35,000 MT switched from unknown destinations). A total of 2,926,200 MT in sales were carried over from the 2017/2018 marketing year, which ended Aug 31. Exports for the period ending Aug 31 of 264,300 MT brought accumulated exports to 57,473,700 MT, up 4 percent from the prior year's total of 55,394,800 MT. The primary destinations were Colombia (104,900 MT), Mexico (50,100 MT), Peru (45,200 MT), Guatemala (25,400 MT), and El Salvador (11,700 MT). Exports for September 1-6 totaled 727,200 MT, with Japan (243,700 MT) and Mexico (226,700 MT) being the primary destinations. Optional Origin Sales: For 2018/2019, the current outstanding balance of 965,000 MT is for South Korea (412,000 MT), unknown destinations (298,000 MT), Vietnam (130,000 MT), Saudi Arabia (70,000 MT), and Malaysia (55,000 MT).
- Barley: Net sales of 1,000 MT for 2018/2019 were for Taiwan. Exports of 400 MT were to the Philippines (200 MT), Taiwan (100 MT), and Japan (100 MT).
- Sorghum: No net sales were reported for 2018/2019, which began September 1. A total of 5,400 MT in sales were carried over the 2017/2018 marketing year, which ended August 31. Exports for period ending August 31 were to Mexico (500 MT). Accumulated exports in 2017/2018 totaled 5,080,900 MT, up 5 percent from the prior year's total of 4,830,300 MT. Exports for September 1-6 totaled 1,000 MT, with Mexico being the destination.

CME butter and cheese margin changes:

<https://www.cmegroup.com/content/dam/cmegroup/notices/clearing/2018/09/Chadv18-366.pdf>

Corn		Change	Oats	Change	Ethanol	Settle		
SEP8	336.25	(5.25)	SEP8	229.75	(4.25)	OCT8	1.28	Spot DDGS IL
DEC8	350.50	(2.00)	DEC8	242.50	(4.25)	NOV8	1.28	Cash & CBOT
MAR9	362.75	(2.25)	MAR9	246.75	(4.00)	DEC8	1.30	Corn + Ethanol
MAY9	371.25	(2.25)	MAY9	249.75	(4.00)	JAN9	1.32	Crush
JUL9	377.50	(1.50)	JUL9	252.75	(3.75)	FEB9	1.34	1.42
SEP9	382.50	(0.50)	SEP9	256.50	(3.75)	MAR9	1.36	

Soybean/Corn		Ratio	Spread	Change	Wheat/Corn	Ratio	Spread	Change
NOV8	DEC8	2.38	482.75	(4.75)	SEP8	1.40	135.50	(4.75)
MAR9	MAR9	2.37	497.00	(4.00)	DEC8	1.42	146.50	(7.75)
MAY9	MAY9	2.35	501.25	(3.25)	MAR9	1.43	155.00	(7.00)
JUL9	JUL9	2.34	505.00	(3.50)	MAY9	1.44	162.00	(6.00)
SEP9	SEP9	2.32	505.00	(3.50)	JUL9	1.43	160.75	(5.25)
NOV9	DEC9	2.29	502.50	(4.75)	SEP9	1.44	166.75	(5.50)

US Corn Basis & Barge Freight

Gulf Corn		BRAZIL Corn Basis		Chicago		
SEPT	+35 / 37 z unch/dn1	SEPT	+80 / +85 u	unch	Toledo	-2 z up3
OCT	+41 / 43 z up2/up1	OCT	+85 / +88 z	up10/up6	Decatur	-30 z unch
NOV	+47 / 49 z up1/unch	NOV	+85 / +88 z	up10/up6	Dayton	-20 z unch
DEC	+52 / 55 z up1/unch	DEC	+85 / +88 z	up10/up6	Cedar Raptic	-35 z dn2
JAN	+49 / 52 h up1/unch				Burns Harb	-49 z unch

USD/ton:	Memphis-Cairo Barge Freight (offer)
US Gulf 3YC Fob Gulf Seller (RTRS) 155.9 158.6 160.5 163.7 166.9 168.9	Sep 400 unchanged
China 2YC Maize Cif Dalian (DCE) 269.1 270.3 271.8 273.8 276.3 278.8	Oct 475 unchanged
Argentina Yellow Maize Fob UpRiver 160.4 160.4 162.4 - - -	Nov 350 unchanged

Source: FI, DJ, Reuters & various trade sources

9/12/18

- December corn may now trade in a \$3.35-\$3.80 range.
- March corn in a \$3.15-\$4.15 range.

Soybean complex.

- Soybeans fell 4.50-6.75 cents on renewed trade war concerns and large US crop prospects. Products followed soybeans lower. Lower crude oil added to the negative undertone in soybean oil. Offshore values this morning were suggesting a lower lead for US soybean meal and higher lead for soybean oil.
- Funds sold 6,000 soybeans, sold 4,000 meal and sold 3,000 soybean oil.
- President Trump today said "we are under no pressure to make a deal with China." This sent a bearish undertone to the soybean market.
- Hurricane Florence will bring widespread rain to the SE parts of the ECB, up into the Ohio River Valley. Flooding is expected but the majority of the heavy flooding will stay near the coastal areas of the Carolina's, northern GA, and southern Virginia.
- GA and NC make up only 1.4 percent of the US soybean crop.
- Note SC and GA make up 17 percent of the total US cotton crop. USDA reported earlier this week cotton bolls opening were at 43 percent for NC, 28 percent for SC, and 40 percent for GA. USDA did not report a harvest figure for these three states.
- US soybeans are competitive enough in comparison to Brazil to attract Chinese business, but don't look for robust purchases just yet. They may look to exhaust soybean meal supplies from SA and other oilseed producing nations, such as Ukraine for sunflower meal and India for soybean meal.

Terry Reilly Grain Research

Futures International | 190 S. LaSalle St., Suite 410 | Chicago, IL 60603

W: 312.604.1366 | treilly@futures-int.com

- Which brings us to believe Brazil could import soybeans to crush for soybean meal.
- An India delegation was invited to China to discuss soybean meal trade. If this is authorized by China, they could become less dependent on soybean imports. India used to export soybean meal to China, but you have to go back several years. India's soybean crop is projected 2 million tons higher than 2017.
- CNGOIC reported China soybean stocks at ports fell from the previous week.
- Soybean export basis is extremely low and lack of business was noted this week. Advancing harvest in the Delta with reports of good yields are adding to the pressure on soybean basis.
- USDA export sales for soybeans were at the lower end of expectations. Soybean meal sales and shipments were ok and soybean oil sales and shipments were light.
- Australian canola production was pegged by FCStone at 2.4 million tons, below 2.8 million tons forecast by ABARES.
- The Rosario Grain Exchange estimated Argentina's soybean production for 2018-19 (2019-20 local marketing year) at 50 million tons.
- The trade should see EPA release RIN generation figures soon.

NOPA CRUSH REPORT

	FI Aug-18	Trade Est*	Act- Trade*	Jul-18	Jun-18	Aug-17
Crush- mil bu	162.4	na	na	167.7	159.2	142.4
Oil Stocks-mil lbs	1865	na	na	1764	1766	1417
Oil Yield -lbs/bu	11.61	na	na	11.50	11.52	11.72
Meal Exports -000 tons	600	na	na	737	857	427
Meal Yield -lbs/bu	47.50	na	na	47.47	47.56	46.87

Sources: NOPA, and FI *(Reuters range na, na)

Export Developments

- Under the 24- hour USDA announcement system, private exporters reported:
 - Export sales of 108,010 metric tons of soybeans for delivery to Mexico during the 2018/2019 marketing year; and
 - Export sales of 120,000 metric tons of soybeans for delivery to unknown destinations. Of the total 40,000 metric tons is for delivery during the 2018/2019 marketing year and 80,000 metric tons is for delivery during the 2019/2020 marketing year.

Date reported	Value (tonnes)	Commodity	Destination	Year
13-Sep	142,876	Corn	Costa Rica	2018/19
13-Sep	108,010	Soybeans	Mexico	2018/19
13-Sep	40,000	Soybeans	Unknown	2018/19
13-Sep	80,000	Soybeans	Unknown	2019/20
11-Sep	138,000	Corn	South Korea	2018/19
11-Sep	(192,000)	Soybeans	Unknown	2018/19
10-Sep	132,000	Soybeans	Unknown	2018/19
5-Sep	101,736	Corn	Mexico	2018/19

- Egypt's GASC bought 20,000 tons of local soyoil and 11,500 tons of local sunflower oil for arrival Oct. 16-31.
 - 11,500 tonnes of sunflower oil at \$736.00
 - 20,000 tonnes of soyoil at 12,040 Egyptian pounds (equivalent to around \$672.25)

Terry Reilly Grain Research

Futures International | 190 S. LaSalle St., Suite 410 | Chicago, IL 60603

W: 312.604.1366 | treilly@futures-int.com

- The CCC seeks 1540 tons of fully refined vegetable oil on September 18 for various countries for Oct/Nov delivery.
- Iran seeks 30,000 tons of sunflower oil on September 24.
- China sold about 2.29 MMT of soybeans out of reserves this season.

USDA Export Sales Text

- **Soybeans:** Net sales for the 2018/2019 marketing year, which began September 1, totaled 693,500 MT. Increases were reported for Egypt (196,300 MT, including 66,000 MT switched from unknown destinations and 60,000 MT switched from Iran), Japan (87,000 MT, including 63,000 MT switched from unknown destinations and decreases of 1,700 MT), Iran (76,200 MT), the Netherlands (70,500 MT, including 66,000 MT switched from unknown destinations), and Pakistan (69,100 MT, including 65,000 MT switched from unknown destinations). Reductions were reported for unknown destinations (173,000 MT). A total of 2,430,900 MT in sales were carried over from the 2017/2018 marketing year, which ended Aug 31. Exports for the period ending Aug 31 of 242,500 MT brought accumulated exports to 56,381,000 MT, down 3 percent from the prior year's total of 58,117,600 MT. The primary destinations were Germany (75,900 MT), China (66,000 MT), Portugal (50,000 MT), Colombia (17,300 MT), and Indonesia (10,500 MT). Exports for September 1-6 totaled 895,800 MT, with Egypt (136,300 MT), Iran (136,200 MT), Japan (82,900 MT), the Netherlands (70,500 MT), and Vietnam (69,800 MT) being the primary destinations. Optional Origin Sales: For 2018/2019, the current outstanding balance of 63,000 MT is for unknown destinations. Export for Own Account: For 2017/2018, decrease in exports for own account of 69,300 MT were reported for Canada. For 2018/2019, exports for own account totaling 61,600 MT were carried over from the 2017/2018 marketing year, which ended August 31. The current exports for own account outstanding balance is 61,600 MT, all Canada.
- **Soybean Cake and Meal:** Net sales of 34,900 MT for 2017/2018 were down 50 percent from the previous week and 70 percent from the prior 4-week average. Increases were reported for Colombia (19,400 MT, including 10,300 MT switched from unknown destinations), Mexico (11,500 MT), Canada (8,500 MT), Burma (3,000 MT), and the Philippines (2,400 MT, including decreases of 100 MT). Reductions were reported for unknown destinations (10,400 MT) and the Dominican Republic (6,800 MT). For 2018/2019, net sales of 188,300 MT reported for Ecuador (60,000 MT), Mexico (41,100 MT), Colombia (33,400 MT), and unknown destinations (13,200 MT), were partially offset by reductions for Guatemala (400 MT). Exports of 206,300 MT were up 24 percent from the previous week and 1 percent from the prior 4-week average. The primary destinations were the Philippines (50,600 MT), Mexico (45,300 MT), Colombia (31,000 MT), Guatemala (21,600 MT), and Canada (21,200 MT).
- **Soybean Oil:** Net sales of 4,700 MT for 2017/2018 were up noticeably from the previous week, but down noticeably from the prior 4-week average. Increases were reported for Jamaica (3,500 MT), Mexico (500 MT), and the Dominican Republic (500 MT). For 2018/2019, net sales of 5,200 MT were reported for the Dominican Republic (2,700 MT) and Colombia (2,500 MT). Exports of 1,700 MT were down 96 percent from the previous week and 92 percent from the prior 4-week average. The primary destination was Mexico (1,400 MT).

Soybeans		Change	Soybean Meal		Change	Soybean Oil		Change
SEP8	822.75	(6.25)	SEP8	311.30	(4.40)	SEP8	27.44	(0.19)
NOV8	833.25	(6.75)	OCT8	312.40	(3.40)	OCT8	27.52	(0.20)
JAN9	847.00	(6.50)	DEC8	314.90	(3.50)	DEC8	27.79	(0.20)
MAR9	859.75	(6.25)	JAN9	314.70	(3.10)	JAN9	28.06	(0.18)
MAY9	872.50	(5.50)	MAR9	312.00	(2.90)	MAR9	28.39	(0.18)
JUL9	882.50	(5.00)	MAY9	310.30	(2.50)	MAY9	28.72	(0.18)
AUG9	886.50	(4.50)	JUL9	312.20	(2.40)	JUL9	29.00	(0.18)

Soybeans	Spread	Change	SoyMeal	Spread	Change	SoyOil	Spread	Change
Sep/Nov	10.50	(0.50)	Sep/Dec	3.60	0.90	Sep/Dec	0.35	(0.01)

Electronic Beans Crush		Oil as %	Meal/Oil \$	Meal	Oil		
Month	Margin	of Oil&Meal	Con. Value	Value	Value		
SEP8	163.95	SEP8 30.59%	\$ 14,666	684.86	301.84		
NOV8/DEC8	165.22	OCT8 30.58%	\$ 14,728	687.28	302.72	EUR/USD	1.1686
JAN9	154.00	DEC8 30.62%	\$ 14,816	692.78	305.69	Brazil Real	4.1917
MAR9	138.94	JAN9 30.84%	\$ 14,634	692.34	308.66	Malaysia Bid	4.1430
MAY9	126.08	MAR9 31.27%	\$ 14,166	686.40	312.29	China RMB	6.8407
JUL9	123.34	MAY9 31.64%	\$ 13,798	682.66	315.92	AUD	0.7191
AUG9	122.86	JUL9 31.71%	\$ 13,820	686.84	319.00	CME Bitcoin	6492
SEP9	122.63	AUG9 31.76%	\$ 13,826	688.82	320.54	3M Libor	2.33413
NOV9	114.92	SEP9 31.90%	\$ 13,696	687.94	322.19	Prime rate	5.0000
JANO	105.69	OCT9 32.11%	\$ 13,428	683.10	323.07		

US Soybean Complex Basis

SEPT	-6 / +2 x dn1/dn3		DECATUR	-45 x unch
OCT	-6 / +2 x dn2	IL SBM	SIDNEY	-30 x unch
NOV	+12 / 22 x dn2/dn1	CIF Meal	CHICAGO	-35 x unch
DEC	+10 / 15 f unch/up5	Oil FOB NOLA	TOLEDO	-50 x dn5
JAN	+16 / 25 f dn2/dn2	Decatur Oil	BRNS HRBR	-53 x unch
			C. RAPIDS	-65 x unch

Brazil Soybeans Paranagua fob	Brazil Meal Paranagua	Brazil Oil Paranagua
OCT+243 / +250 x dn3/unch	OCT +7 / +12 v dn2/up1	OCT +130 / +210 v up20/up20
NOV+248 / +262 x dn6/unch	NOV +10 / +14 v unch	NOV +160 / +210 z up30/up30
DEC +240 / 250 z up7/unch	DEC +10 / +15 v unch	DEC +160 / +210 z up10/up20
FEB -130 / +135 h up10/unch	JAN +10 / +17 f up1/unch	JAN +140 / +150 F unch
MCH +95 / +100 h unch	FEB +9 / +11 h dn1/unch	FEB +60 / +210 h dn70/up30
Argentina meal	321 8.7	Argentina oil Spot fob 29.1 1.60

Source: FI, DJ, Reuters & various trade sources

Updated 9/12/18

- November soybeans are seen in a \$8.00-\$9.00 range
- December soybean meal \$300-340 range
- December soybean oil 27.25-29.00

Wheat.

- US wheat traded 1.75-9.75 cents lower led by Chicago to the downside despite very little bearish news in the market to press it down. Global trade increased this week. There might have been some follow through selling from USDA's upward revision to Russia wheat on Wednesday was noted. A could traders question if USDA is too high for that country.

Terry Reilly Grain Research

Futures International | 190 S. LaSalle St., Suite 410 | Chicago, IL 60603

W: 312.604.1366 | treilly@futures-int.com

- Funds sold an estimated net 8,000 Chicago wheat contracts.
- December Paris wheat fell 2.75 euros to 196.75 euros.
- USDA export sales for all-wheat of 387,600 tons were within expectations.
- FCStone estimated the Australian wheat production at 18.78 million tons, below ABARES's 19.1-million-ton projection.
- The Rosario Grain Exchange estimated 2018-19 wheat output at 21 million tons. Farmers planted 6.32 million hectares, up from 5.7 million hectares last season.

Export Developments.

- Iraq seeks 50,000 tons of wheat on September 23, with offers valid until September 27. Iraq needs wheat for four after Turkey restricted flour shipments.
- Jordan cancelled an import tender for 120,000 tons of wheat.
- Tunisia seeks durum and soft wheat and feed barley on September 14 for Oct/Dec shipment.
- China sold 485,287 tons of imported 2013 wheat at auction of state reserves at an average price of 2,133 yuan (\$311.45) per ton, 33.01 percent of the total wheat available at the auction.
- Algeria's OAIC bought 630,000 tons of optional-origin milling wheat at \$262 and \$263 a ton, c&f, for shipment in November.
- Japan in a SBS import tender seeks 120,000 tons of feed wheat and 200,000 tons of barley on September 19 for arrival by late February.
- Syria's General Establishment for Cereal Processing and Trade (Hoboob) seeks 200,000 tons of soft bread wheat from Russia, Romania or Bulgaria, with shipment sought between Oct. 15 and Dec. 15. The deadline is Sept. 17 and requires payment in Syrian pounds.
- Ethiopia seeks 200,000 tons of milling wheat on September 18 for shipment two months after contract signing.
- Morocco seeks 336,364 tons of US durum wheat on September 28 for arrival by December 31.

Rice/Other

- The Philippines seeks an extra 250k tons of rice for Q4 and Q1 2019 shipment.
- Iraq seeks 30,000 tons of rice from India on October 9 for LH October / FH November shipment.

USDA Export Sales Text

- Wheat: Net sales of 387,600 MT for 2018/2019 were up 2 percent from the previous week, but down 16 percent from the prior 4-week average. Increases were reported for Taiwan (112,500 MT), Mexico (37,000 MT, including decreases of 7,000 MT), Italy (31,700 MT), Nigeria (31,400 MT), and Algeria (30,000 MT). Reductions were for unknown destinations (75,700 MT). Exports of 429,100 MT were up 50 percent from the previous week and 6 percent from the prior 4-week average. The destinations were primarily to Sri Lanka (65,700 MT), Thailand (55,100 MT), Nigeria (46,400 MT), Japan (45,700 MT), and Taiwan (42,400 MT).
- Rice: Net sales of 27,000 MT for 2018/2019 were reported for Mexico (13,800 MT), Honduras (8,700 MT), El Salvador (3,000 MT), Ghana (1,100 MT), and Canada (900 MT). Reductions were reported for Libya (2,500 MT). Exports of 78,800 MT--a marketing-year high--were up noticeably from the previous week and up 81 percent from the prior 4-week average. The destinations were primarily to Japan (26,000 MT), Colombia (17,500 MT), Haiti (16,100 MT), Honduras (12,200 MT), and Mexico (1,900 MT).

Strategie Grains EU Crop Supply

PRODUCTION (million tonnes)

	2016-17	2017-18	2018-19 (Aug)	2018-19 (Sept)	Pct change	MOM
Soft Wheat	135.7	141.9	127.7	126.8	-11	(0.90)
Barley	59.8	58.4	57.1	56.6	-3	(0.50)
Maize	60	59.3	61.3	58.4	-2	(2.90)
Durum	9.8	8.9	8.2	8.2	-8	0.00
Rye	7.8	7.5	6.6	6.6	-12	0.00
Other	22.6	22.3	21.4	21.4	-4	0.00
Total	295.8	298.3	282.4	277.9	-7	(4.50)

AREA (million hectares)

	2016-17	2017-18	2018-19 (Aug)	2018-19 (Sept)	Pct change	MOM
Soft Wheat	24.2	23.4	23	22.9	-2	(0.10)
Barley	12.3	12	12.4	12.4	3	0.00
Maize	8.6	8.5	8.6	8.4	-1	(0.20)
Durum	2.9	2.7	2.7	2.7	-3	0.00
Rye	2	2	1.9	1.9	-3	0.00
Other	6.5	6.4	6.5	6.5	2	0.00
Total	56.6	55.1	55.1	54.9	0	(0.20)

YIELDS (tonnes per hectare)

	2016-17	2017-18	2018-19 (Aug)	2018-19 (Sept)	Pct change	MOM
Soft Wheat	5.6	6.1	5.6	5.5	-9	(0.10)
Barley	4.9	4.9	4.8	4.6	-6	(0.20)
Maize	7	7	7.1	6.9	0	(0.20)
Durum	3.4	3.2	3.1	3.1	-5	0.00
Rye	3.9	3.8	3.5	3.4	-10	(0.10)
Other	3.5	3.5	3.3	3.3	-6	0.00
Total	5.2	5.4	5.1	5.1	-6	0.00

Source: Strategie Grains, Reuters and FI

Chicago Wheat			KC Wheat			MN Wheat		
	Settle	Change		Settle	Change		Settle	Change
SEP8	471.75	(10.00)	SEP8	477.50	(5.00)	SEP8	551.00	0.00
DEC8	497.00	(9.75)	DEC8	501.75	(5.00)	DEC8	562.00	(3.00)
MAR9	517.75	(9.25)	MAR9	522.75	(6.00)	MAR9	578.00	(3.00)
MAY9	533.25	(8.25)	MAY9	537.50	(5.75)	MAY9	587.00	(3.00)
JUL9	538.25	(6.75)	JUL9	540.25	(6.25)	JUL9	595.25	(2.25)
SEP9	549.25	(6.00)	SEP9	553.00	(5.75)	SEP9	602.25	(1.75)
DEC9	565.75	(4.25)	DEC9	572.50	(4.50)	DEC9	611.75	(2.50)

Chicago Rice			US Wheat Basis		
	Settle	Change		Settle	Change
SEP8	10.67	0.020	NOV8	10.77	0.020
			JAN9	10.89	0.045

Gulf SRW Wheat		Gulf HRW Wheat		Chicago mill	
SEPT	+ 30 / 55 z unch	OCT	143 z unch	Toledo	-20 z unch
OCT	+ 45 / 75 z dn5/unch	NOV	143 z unch	PNW US Soft White 10.5% protein	-15 z unch
NOV	+ 55 / z unch	DEC	143 z unch	PNW SEP	590 unchanged
DEC	+ 65 / z unch	JAN	135 h dn4	PNW OCT	600 unchanged
JAN	+ 60 / 70 h unch	FEB	135 h dn4	PNW NOV	600 unchanged
FEB	+ 60 / 70 h unch			PNW DEC	605 unchanged

Euronext EU Wheat		OI		World Prices \$/ton	
	Change		OI Change		Change
DEC8	196.25	(3.25)	239,855	11,993	US SRW FOB \$217.40 \$4.40
MAR9	199.00	(3.25)	96,270	2,387	US HRW FOB \$239.40 \$5.90
MAY9	200.50	(2.75)	49,809	1,565	Black Sea FOB Mill 11% \$212.50 \$3.50
SEP9	185.00	(2.50)	11,943	401	Russia FOB 12% \$221.00 \$2.00
EUR	1.1686		\$221.25	CME Black 12.5%	Arg. Bread FOB 12% \$232.00 \$2.00
Rouen FOB 11%	\$232.26	\$0.75			Ukraine FOB Mill 11% \$212.50 \$3.50
AUS WHEAT DEC8	\$268.50	\$0.50	Platts/USD		Ukr. FOB feed (Odessa) \$195.00 \$2.50

Source: FI, DJ, Reuters & various trade sources

9/12/18. Trading ranges:

- December Chicago wheat \$4.90-\$5.45 range.
- December KC \$4.90-\$5.55 range.
- December MN \$5.45-\$6.00 range.

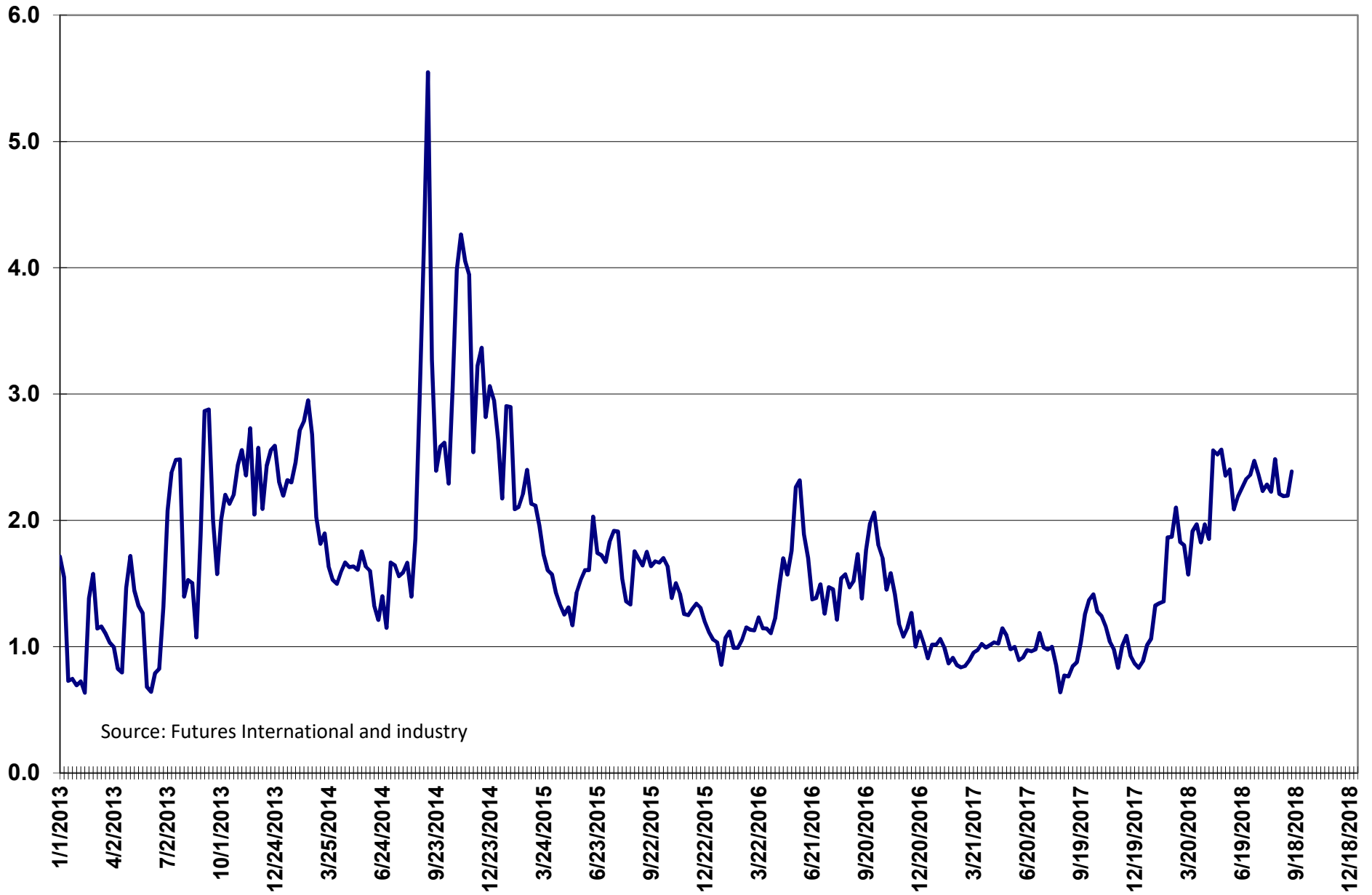
CASH CRUSHING MARGINS

as of 9/11

	Decatur	Mt. Vernon	Sidney	Des Moines	Council Bluff
	Illinois	Indiana	Ohio	Iowa	Iowa
Meal Basis 48%	-17	-2	-14	-36	-32
Oil Basis (cents/lb)	0.50	0.00	0.75	0.25	-0.25
Bean Basis (cents/bu)	-45	-40	-30	-65	-70
Meal Value (\$/bu)	7.05	7.41	7.13	6.60	6.70
Oil Value (\$/bu)	3.20	3.20	3.20	3.23	3.17
Oil % of Total Value	31.21	30.16	30.99	32.83	32.13
Cash Crush (\$/bu)	2.39	2.69	2.31	2.16	2.25
9/11/2018	2.39	2.69	2.31	2.16	2.25
9/4/2018	2.20	2.63	2.07	2.05	2.28
8/28/2018	2.19	2.57	2.14	2.31	2.21
8/21/2018	2.21	2.60	2.27	2.31	2.21
8/14/2018	2.49	2.86	2.57	2.42	2.49
8/7/2018	2.23	2.50	2.24	2.06	2.18
7/31/2018	2.28	2.51	2.33	2.15	2.24
7/24/2018	2.23	2.62	2.40	2.16	2.36
7/17/2018	2.36	2.67	2.53	2.29	2.44
7/10/2018	2.47	2.73	2.64	2.33	2.53
7/3/2018	2.36	2.60	2.48	2.22	2.36
6/26/2018	2.33	2.56	2.34	1.99	2.21
6/19/2018	2.26	2.51	2.37	1.91	2.21
6/12/2018	2.19	2.44	2.16	1.74	2.12
6/5/2018	2.09	2.23	2.15	1.78	2.06
5/29/2018	2.40	2.30	2.26	1.81	2.06
5/22/2018	2.35	2.31	2.32	1.77	2.08
5/15/2018	2.56	2.50	2.51	1.94	2.10
5/8/2018	2.52	2.50	2.61	2.16	2.16
5/1/2018	2.55	2.64	2.65	2.00	2.25
4/24/2018	1.85	2.22	1.87	1.64	1.71
4/17/2018	1.97	2.44	1.97	1.66	1.80
4/10/2018	1.83	2.26	1.84	1.56	1.70
4/3/2018	1.97	2.49	1.97	1.70	1.86

Source: FI, NOPA, various trade sources

Decatur Illinois Cash Crush Margin



Source: Futures International and industry

Traditional Daily Estimate of Funds 9/13/18

(Neg)-"Short" Pos-"Long"

	Corn	Bean	Chi. Wheat	Meal	Oil
Est.	72.9	(60.7)	47.6	62.8	(53.7)
12-Sep	(47.0)	9.0	(11.0)	4.0	(2.0)
13-Sep	(11.0)	(6.0)	(8.0)	(4.0)	(3.0)
14-Sep					
17-Sep					
18-Sep					
FI Est. of Futures Only 9/13/18	14.9	(57.7)	28.6	62.8	(58.7)
FI Est. Futures & Options	(48.1)	(70.9)	6.2	54.3	(66.1)
Futures only record long	498.2	260.4	86.5	167.5	160.2
	2/1/2011	6/27/2017	8/7/2018	5/1/2018	11/1/2016
Futures only record short	(135.3)	(94.5)	(130.0)	(49.5)	(55.1)
	10/29/2013	6/27/2017	4/25/2017	3/1/2016	8/6/2013
Futures and options record net long	458.5	259.8	64.8	132.1	159.2
	9/28/2010	5/1/2012	8/7/2012	5/1/2018	1/1/2016
Futures and options record net short	(166.8)	(113.1)	(143.3)	(64.1)	(61.6)
	11/14/2017	6/27/2017	4/25/2017	3/1/2016	7/17/2018

Managed Money Daily Estimate of Funds 9/13/18

	Corn	Bean	Chi. Wheat	Meal	Oil
Latest CFTC Fut. Only	(80.5)	(69.8)	36.0	19.6	(87.6)
Latest CFTC F&O	(56.9)	(62.7)	42.8	21.4	(88.0)
FI Est. Managed Fut. Only	(167.5)	(65.3)	7.5	19.6	(95.1)
FI Est. Managed Money F&O	(143.9)	(58.2)	14.3	21.4	(95.5)

Index Funds Latest Positions (as of last Tuesday)

Index Futures & Options	271.6	120.3	131.6	NA	99.1
Change From Previous Week	0.0	0.0	0.0	NA	0.0

Source: Reuters, CFTC & FI (FI est. are noted with latest date)

Disclaimer

TO CLIENTS/PROSPECTS OF FUTURES INTERNATIONAL, SEE RISK DISCLOSURE BELOW:

THIS COMMUNICATION IS CONVEYED AS A SOLICITATION FOR ENTERING INTO A DERIVATIVES TRANSACTION.

Any trading recommendations and market or other information to Customer by Futures International (FI), although based upon information obtained from sources believed by FI to be reliable may not be accurate and may be changed without notice to customer. FI makes no guarantee as to the accuracy or completeness of any of the information or recommendations furnished to Customer. Customer understands that FI, its managers, employees and/or affiliates may have a position in commodity futures, options or other derivatives which may not be consistent with the recommendations furnished by FI to Customer.

The risk of trading futures and options and other derivatives involves a substantial risk of loss and is not suitable for all persons. In purchasing an option, the risk is limited to the premium paid, and all commissions and fees involved with the trade. When an option is shorted or written, the writer of the option has unlimited risk with respect to the option written. The use of options strategies such as a straddles and strangles involve multiple option positions and may substantially increase the amount of commissions and fees paid to execute the strategy. Option prices do not necessarily move in tandem with cash or futures prices. Each person must consider whether a particular trade, combination of trades or strategy is suitable for that person's financial means and objectives.

This material may include discussions of seasonal patterns, however, futures prices have already factored in the seasonal aspects of supply and demand, and seasonal patterns are no indication of future market trends. Finally, past performance is not indicative of future results.

This communication may contain links to third party websites which are not under the control of FI and FI is not responsible for their content. Products and services are offered only in jurisdictions where solicitation and sale are lawful, and in accordance with applicable laws and regulations in each such jurisdiction.