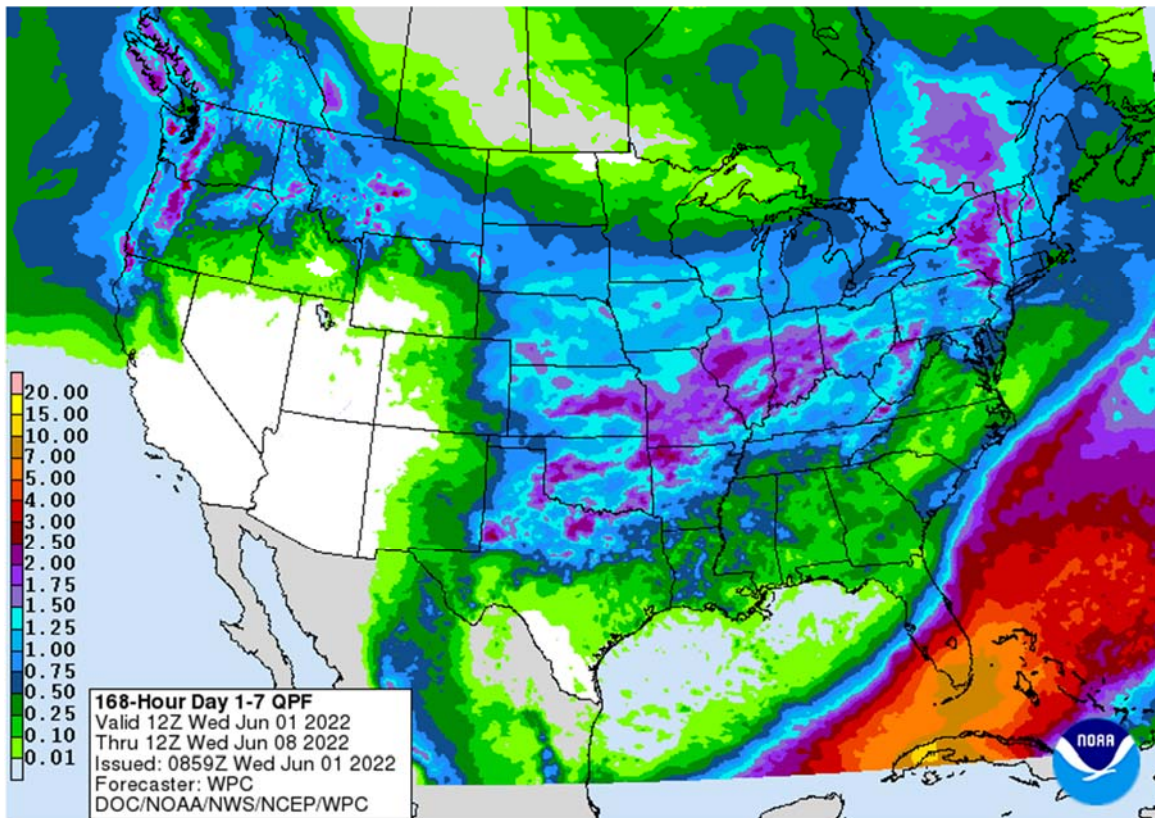




Most inflation related commodity markets were lower today, with exception of energy. The USD rallied 81 points. USDA NASS reported a slightly higher April US soybean crush and soybean oil stocks were above trade expectations. US corn for ethanol use during April was below expectations. The US weather forecast was mostly unchanged. Argentina turns drier through Sunday. Brazil will see favorable corn harvest progress this week before slowing next week from rain. A source told Reuters that the Biden administration is likely to raise ethanol blending mandates for 2021 to 13.94 billion gallons from the EPA proposed refiner blend of 13.32 billion gallons proposed back in December. Note the 13.94 billion is what was blended in 2021. Private exporters reported sales of 132,000 metric tons of soybeans for delivery to China. Of the total, 66,000 metric tons is for delivery during the 2021/2022 marketing year and 66,000 metric tons is for delivery during the 2022/2023 marketing year.

	Corn	Bean	Chi. Wheat	Meal	Oil
FI Est. Managed Money F&O	229	166	(18)	42	64

Weather



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World Weather Inc.

WEATHER EVENTS AND FEATURES TO WATCH

- Drying is expected in Canada's eastern Prairies and a part of North Dakota into the weekend, but temperatures will be cool slowing the drying rates
 - A dry and warm weather pattern would be best in expediting a drying trend and helping to get unplanted crops in the ground
- Rain is expected in southern Alberta this weekend and early next week that should offer a little short term relief from dryness
 - Rain from this event is not expected in east-central Alberta or west-central Saskatchewan
- West Texas cotton, corn and sorghum areas are expecting more rain during the balance of this week with 0.50 to 1.50 inches and local totals of 2.00 to 3.00 inches
 - All crop areas will be impacted and the resulting moisture will be good for future crop development
 - Today's forecast is wetter in a few of the dryland counties of southwestern West Texas
- U.S. hard red winter wheat areas, the Midwest, Delta and southeastern states will experience a favorable mix of weather during the next ten days to two weeks supporting spring fieldwork and crop development
- U.S. Pacific Northwest crop areas still need greater rainfall in unirrigated areas
- Ontario and Quebec are plenty wet and would benefit from a little more sunshine and additional warm weather
- Southern Florida citrus and sugarcane areas may be impacted by a tropical storm this weekend
 - Heavy rain and windy condition are expected, but very little, if any, damage is expected in agricultural areas
 - Local flooding and a few strong wind gusts are expected, but the rain will be more welcome than detrimental
- Recent heavy rain from the remnants of Hurricane Agatha have produced some flooding in southern Mexico and northern parts of Central America
 - Some drying would now be welcome
- Western Argentina wheat areas still need a boost in precipitation to induce the best planting, germination and emergence conditions
- Argentina's main wheat production areas and areas all of the late season sorghum, soybeans, corn and peanuts produced in the nation are cool and moist enough to support crop needs through the harvest
- Southern Brazil has been and will continue to be a little too wet for a while
 - Drying is needed to protect immature late season summer crops and to reduce flood potentials in wheat areas
- France, Germany and immediate neighboring areas will receive some welcome rainfall during the coming week
 - Dryness will be eased and some benefit is expected to come to winter, spring and summer crops
 - Follow up moisture is needed to ensure dryness does not return to threaten production
 - With that said, a drier and warmer bias is expected to return a little later this month making this rain all the more important
- Southeastern Europe is getting enough rain to ease its recent dryness, but more is needed
- Southwestern Europe will have some ongoing needs for rain
- Russia's Southern Region, southeastern Ukraine and western Kazakhstan will dry down for a while in the next couple of weeks raising the need for timely rain later this month
- Western and northern Russia will continue in an active weather pattern bringing waves of rain and milder than usual weather periodically
 - Some of the wetter and milder biased weather will also occur in Belarus, the Baltic States and northwestern Ukraine

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- Xinjiang, China will experience some periodic rainfall in the northeast while most other areas away from the mountains are left mostly dry
 - Corn and cotton planting are advancing well
- North China Plain dryness is not likely to go away anytime soon, despite the potential for a few showers in the coming week to ten days
 - Unirrigated crop moisture stress has begun, although wheat has not been seriously impacted since it is largely irrigated
- Southern China is bracing for additional excessive rainfall later this week and next week
 - Flooding has already been a problem south of the Yangtze River recently and even though the rain is taking a short term break there is much more coming
 - Damage to sugarcane and rice is possible
- Southern India monsoonal rainfall is expected to be lighter than usual over the next ten days
 - The impact will be low for now, but greater rain will be needed in time
- Australia soil moisture is rated mostly well, but there will be need for rain in Western and South Australia this month especially in northern crop areas to restore favorable soil moisture
 - New South Wales and many areas in southeastern Queensland have favorable soil moisture for autumn planting and establishment of wheat, barley and canola
- South Africa weather is expected to be mostly dry for a while
 - Both the harvest of summer crops and the planting of winter grains will advance well in the drier weather this week
 - Temperatures will be near to above normal this week
- All of Southeast Asia will get rain at one time or another over the next couple of weeks.
 - The precipitation will be good for most crop needs; however, it will be heavy along the Myanmar lower coast and in parts of both Laos and Vietnam into Cambodia
 - Northwestern Luzon Island, Philippines and Taiwan will also be wet
- Thailand may not be included in the heavier rainfall that other Southeast Asia nations will experience for a while, but scattered showers and thunderstorms are still expected
- West-central Africa rainfall during the next ten days will be favorable for coffee, cocoa, sugarcane, rice and cotton
- East-central Africa rainfall will be most significant in Ethiopia, southwestern Kenya and Uganda during the next ten days while Tanzania's Pare region dries down seasonably
- North Africa rainfall will be limited in the next two weeks, although some rain is expected very lightly
 - Most wheat and barley in the region is maturing and being harvested keeping the need for rain very low
 - Most of the rain expected will be limited and should not adversely impact crop conditions or field progress
- Turkey crop areas will be the only ones in the Middle East to get significant rainfall during the next week to ten days
 - A boost in rain is needed in many areas, but this is the beginning of the dry season
 - These areas may have experienced a decline in wheat, rice and cotton production this year – at least in unirrigated areas
- Mexico rainfall is expected to slowly increase in central and southern parts of the nation during the next ten days
 - The moisture will be welcome and should be a part of the developing monsoon season
- Central America will see periodic rain in the coming ten days with some of it to become heavy this weekend and next week from Costa Rica into Panama.
- Today's Southern Oscillation Index was +18.50 and it will steadily decline over the next few weeks

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- New Zealand rainfall will be trending wetter over the next week

Source: World Weather Inc.

Bloomberg Ag Calendar

Thursday, June 2:

- USDA weekly net-export sales for corn, soybeans, wheat, cotton, pork and beef, 8:30am
- EIA weekly U.S. ethanol inventories, production, 10:30am
- HOLIDAY: Italy, UK

Friday, June 3:

- FAO World Food Price Index
- ICE Futures Europe weekly commitments of traders report
- CFTC commitments of traders weekly report on positions for various U.S. futures and options, 3:30pm
- FranceAgriMer weekly update on crop conditions
- HOLIDAY: China, Hong Kong, Thailand, UK

Source: Bloomberg and FI

Macros

US MBA Mortgage Applications May 27: -2.3% (prev -1.2%)

- US 30-Year Mortgage Rate: 5.33% (prev 5.46%)

US Construction Spending (M/M) Apr: 0.2% (est 0.5%; prev R 0.3%)

US ISM Manufacturing May: 56.1 (est 54.5; prev 55.4)

- Prices Paid: 82.2 (est 81.0; prev 84.6)

- New Orders: 55.1 (est 52.9; prev 53.5)

- Employment: 49.6 (est 52.0; prev 50.9)

US JOLTs Job Openings Apr: 11.400M (est 11.350M; prev R 11.855M)

93 Counterparties Take \$1.965 Tln At Fed Reverse Repo Op (prev \$1.979 Tln, 101 Bids)

Corn

- US corn futures traded sharply lower from a very strong USD and widespread commodity selling (exception energy markets). US weather looks very good for the next two weeks, promoting good yields. Funds sold an estimated net 22,000 corn contracts. July fell 22.25 cents to \$7.3125.
- December corn broke below \$7.00, first time since April 6, settling at \$6.9150, down 20 cents.
- A source told Reuters that the Biden administration is likely to raise ethanol blending mandates for 2021 to 13.94 billion gallons from the EPA proposed refiner blend of 13.32 billion gallons proposed back in December. Soybean oil jumped on this news, but corn futures eventually faded. However, D6 RINs rallied to \$1.42-\$1.44 from \$1.35 shortly after the Reuters headline. Later D6 traded to at least \$1.50. Note the 13.94 billion is what was blended in 2021. 2021 EIA data showed US ethanol plants produced 15.02 billion gallons, an 8 percent increase over 2020, and blended 13.937 billion gallons (10.3% of finished motor gasoline. Domestic ethanol consumption grew even faster, a 10 percent increase as exports fell slightly from 2020.
- An official announcement is expected Friday for 2020-2022. RFA table below.

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	Ethanol			Finished Gasoline	
	Production	Blending	Exports	Consumption	Average Ethanol Content
	Million Gallons				%
2021	15,015	13,937	1,252	134,829	10.34%
2020	13,941	12,681	1,317	123,733	10.25%
2019	15,778	14,552	1,467	142,712	10.20%
2018	16,091	14,420	1,710	143,013	10.08%
2017	15,936	14,485	1,390	142,976	10.13%

Source: U.S. Energy Information Administration; numbers are subject to EIA revision

<https://ethanolrfa.org/media-and-news/category/news-releases/article/2022/03/eia-data-confirm-record-ethanol-blend-rate-in-2021>

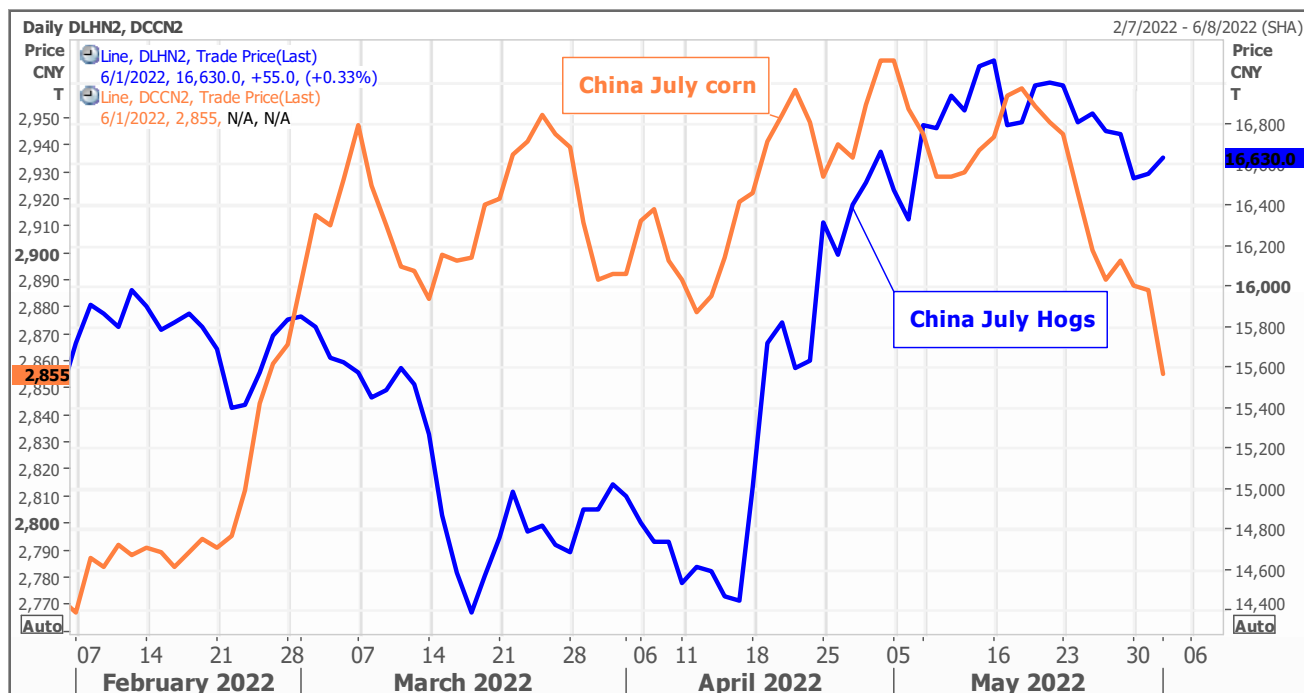
- USDA reported April corn for ethanol use at 415 million bushels, below an average trade guess of 427 million, below 453 million during March but up from 408 million April 2021.
- A Bloomberg poll looks for weekly US ethanol production to be up 3,000 barrels to 1017 thousand (1000-1028 range) from the previous week and stocks up 39,000 barrels to 23.754 million.
- Although US planting progress increased last week, keep an eye on North Dakota and Minnesota where corn and soybean plantings are lagging well behind normal. The next 5 days looks drier for this area so this week will be a critical time for producers to get spring grains into the ground for the northern states. We are already hearing up to 1 million corn acres could be lost to prevented plantings. USDA NASS reported US corn planting progress at 86 percent, 1 point above trade expectations, above 72 week earlier and compares to 94 percent year ago and 87 for the five-year average.
- The Biden Administration announced more than \$2.1 billion of funding will be provided for the US food supply system, focusing on food processing and distribution.
- StoneX estimated the Brazil 2021-22 total corn crop at 116.8 million tons, up from previous 116.45 million.
- Ukrainian grain traders union estimated the 2022 Ukraine corn crop at 26.1 million tons, down from 37.6 million last year. Traders estimate the crop between a wide 22 and 28 million tons.
- China will buy 40,000 tons of frozen pork for reserves on June 2, tenth round of procurement.
- China corn prices closed 1.3 percent lower. September corn is trading at its lowest level since February 2022. China hog prices are hanging around multi month highs, leading us to believe inventories will build second half 2022.

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Export developments.

- Mexico plans to buy 521,000 tons of corn to help ease rising inflation.

U of I – Are Long-Run Prices Still \$4 for Corn, \$10 for Soybeans, and \$5.50 for Wheat?

Schnitkey, G., C. Zulauf, N. Paulson, K. Swanson and J. Baltz. "Are Long-Run Prices Still \$4 for Corn, \$10 for Soybeans, and \$5.50 for Wheat?" farmdoc daily (12):79, Department of Agricultural and Consumer Economics, University of Illinois at Urbana-Champaign, May 31, 2022.

<https://farmdocdaily.illinois.edu/2022/05/are-long-run-prices-still-4-for-corn-10-for-soybeans-and-5-50-for-wheat.html>

USDA NASS Monthly US Corn for Ethanol Use (sorghum FI est.)

	Apr-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	NASS Apr-22
Corn use (mil bu)	408	468	467	478	464	406	453	415
FI Estimate								421
Bloomberg Estimate								427
Sorghum use (mil bu)	1.8	0.7	0.9	0.9	0.9	0.9	0.9	0.9
DDGS Output (000 short tons)	1,768	468	467	478	1,929	1,693	1,877	1,705

Source: USDA Monthly Grain Crushings and Co-Products Production Report, & FI

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	
3/25/2022		1036	-6	7.4%		26,529	381	25.6%	25.2
4/1/2022		1003	-33	2.9%		25,903	-626	25.5%	26.4
4/8/2022		995	-8	5.7%		24,803	-1100	20.9%	26.0
4/15/2022		947	-48	0.6%		24,342	-461	19.0%	26.2
4/22/2022		963	16	1.9%		23,965	-377	21.4%	25.3
4/29/2022		969	6	1.8%		23,887	-78	16.9%	24.7
5/6/2022		991	22	1.2%		24,140	253	24.5%	24.1
5/13/2022		991	0	-4.0%		23,791	-349	22.4%	24.4
5/20/2022		1014	23	0.3%		23,712	-79	24.9%	23.5
5/27/2022	-5 to -10				unch to +100				

Source: EIA and FI

Corn	Change	Oats	Change	Ethanol	Settle			
JUL2	729.75	(23.75)	JUL2	646.75	(23.00)	JUN2	2.16	Spot DDGS IL
SEP2	702.75	(22.25)	SEP2	626.00	(15.50)	JUL2	2.16	Cash & CBOT
DEC2	690.50	(21.00)	DEC2	623.50	(4.00)	AUG2	2.16	Corn + Ethanol
MAR3	695.50	(21.00)	MAR3	625.00	1.50	SEP2	2.16	Crush
MAY3	696.25	(20.50)	MAY3	621.25	1.50	OCT2	2.16	0.96
JUL3	693.00	(19.00)	JUL3	621.00	1.50	NOV2	2.16	

Soybean/Corn	Ratio	Spread	Change	Wheat/Corn	Ratio	Spread	Change	
JUL2	JUL2	2.32	959.75	30.00	JUL2	1.43	311.50	(22.50)
SEP2	SEP2	2.20	846.75	27.00	SEP2	1.50	349.25	(23.25)
NOV2	DEC2	2.19	824.00	26.00	DEC2	1.54	372.75	(22.75)
MAR3	MAR3	2.18	817.75	26.50	MAR3	1.54	374.50	(21.00)
MAY3	MAY3	2.17	817.00	25.75	MAY3	1.53	367.50	(18.25)
JUL3	JUL3	2.18	819.25	24.75	JUL3	1.49	339.75	(19.25)

US Corn Basis & Barge Freight

Gulf Corn	BRAZIL Corn Basis	Chicago	+	Memphis-Cairo Barge Freight (offer)
MAY +89 / 94 k dn1/dn1	JLY +60 / 95 n	Toledo	-40 n	unchanged
JUNE +85 / 90 n dn1/dn1	AUG +90 / 110 u	Decatur	+40 n	unchanged
JULY +77 / 82 n unch/dn2	SEP +90 / 110 u	Dayton	+10 n	unchanged
AUG nq na	0-Jan 0	Cedar Rapids	+26 n	unchanged
SEP +100 / 106 u unch/dn1		Burns Harbor	-15 n	unchanged

USD/ton:	Ukraine Odessa \$	278.00
US Gulf 3YC Fob Gulf Seller (RTRS)	327.9	325.5 312.9 328.6 336.8 334.8
China 2YC Maize Cif Dalian (DCE)	421.5	425.8 428.8 430.3 430.5 431.0
Argentina Yellow Maize Fob UpRiver	316.3	314.4 311.0 - - -

Source: FI, DJ, Reuters & various trade sources

Updated 6/1/22

July corn is seen in a \$6.75 and \$8.00 range (down 50 and 25 back end)

December corn is seen in a wide \$5.50-\$8.00 range

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Soybeans

- Choppy, volatile session. CBOT soybeans, meal and oil traded in a wide two-sided range. July soybeans ended 7 cents higher, July meal \$2.10 lower and July soybean oil 19 points higher. China bought US soybeans overnight and this was seen as supportive. Funds bought an estimated net 4,000 soybeans, sold 2,000 meal and bought 2,000 soybean oil. USDA's NASS crush report was viewed neutral for soybeans and slightly bearish for soybean oil.
- After the open, soybean oil rallied after a source told Reuters that the Biden administration is likely to raise ethanol blending mandates for 2021. This could have been technical as July bounced off a long-term trend line. Soybean oil sold off around 10:00 am CT only to rebound later in the session.
- India lowered their base import price of crude and refined palm oil and raised the price of crude soyoil. Duty free imports 2 million tons of soybean oil still stand.

Commodity	New price in \$	Old price in \$
Crude palm oil	1,625	1,703
RBD palm oil	1,733	1,765
RBD palmolein	1,744	1,771
Crude soya oil	1,866	1,827
Gold	597	592
Silver	721	687

- StoneX estimated the Brazil 2021-22 soybean crop at 124.4 million tons, up from previous 123.4 million.
- Covid restrictions continue to ease in China.
- USDA NASS reported US soybean planting progress at 66 percent, 1 point below trade expectations, above 50 week earlier and compares to 83 percent year ago and 67 for the five-year average.
- The US April soybean crush was reported at 180.9 million bushels, 0.4 million above trade expectations, below 192.9 million crushed during March and well up from 169.8 million during April 2021. On a daily adjusted basis, the April crush was lowest since September 2021. End of April soybean oil stocks fell 10 million pounds from end of March and was 98 million pounds above an average trade guess. Soybean oil production of 2.143 billion fell 135 million pounds from March. Note the yield was 11.85, up from 11.81 pounds per bushel previous month. Soybean meal stocks increased to 445,000 short tons at the end of April from 381,000 short tons at end of March.

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USDA Monthly Soybean Crush and Soybean Oil Stocks

	Apr-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	NASS Apr-22	Actual less trade	
								Mar-22	Apr-22
Soybeans crushed									
mil bushels	169.8	190.6	198.2	194.3	174.4	192.9	180.9		
mil bushels per day	5.66	6.35	6.39	6.27	6.23	6.22	6.03		
Ave. Trade Estimate	170.9	191.8	191.8	193.7	175.4	193.3	180.5	(0.4)	0.4
FI Estimate	170.5	195.7	195.7	194.3	175.2	193.4	180.4		
Soybean oil Production million pounds	1,992	2,235	2,324	2,277	2,064	2,278	2,143		
Soybean oil stocks									
mil pounds	2,178	2,406	2,466	2,500	2,566	2,434	2,424		
Ave. Trade Estimate	2,178	2,402	2,402	2,449	2,518	2,425	2,326	9	98
FI Estimate	2,200	2,454	2,454	2,425	2,500	2,435	2,280		
Soybean oil yield pounds per bushel	11.73	11.73	11.73	11.72	11.84	11.81	11.85		
Soybean meal production 000 short tons	4,045	4,457	4,630	4,533	4,090	4,550	4,255		
Soybean meal stocks 000 short tons	452	376	411	431	386	381	445		
Soybean meal yield pounds per bushel	47.63	46.77	46.71	46.67	46.90	47.18	47.04		

Source: USDA NASS Fats and Oils, *Bloomberg, & FI (Bloomberg range 180.0-181.0, 2280-2360; Reuters average 180.5, 2316)

Export Developments

- Private exporters reported sales of 132,000 metric tons of soybeans for delivery to China. Of the total, 66,000 metric tons is for delivery during the 2021/2022 marketing year and 66,000 metric tons is for delivery during the 2022/2023 marketing year.
- Today China planned to sell about 505,000 tons of imported soybeans from reserves. We heard only 36,300 tons of soybeans were sold.
- Today the USDA was in for 5,710 tons of packaged veg oil for use in export programs for shipping July 1-25, with notice following day.

USDA 24-hour

Date reported	Value (tonnes)	Commodity	Destination	Year
1-Jun	66,000	Soybeans	China	2022-23
1-Jun	66,000	Soybeans	China	2021-22
23-May	130,000	Soybeans	Egypt	2021-22
18-May	10,200	Soybeans	Unknown	2021-22
18-May	219,000	Soybeans	Unknown	2022-23
13-May	132,000	Soybeans	China	2021-22
12-May	544,000	Corn	China	2022-23
12-May	68,000	Corn	China	2021-22

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Soybeans		Change	Soybean Meal		Change	Soybean Oil		Change
JUL2	1689.50	6.25	JUL2	412.70	(2.10)	JUL2	78.22	0.30
AUG2	1623.50	3.25	AUG2	407.40	(3.00)	AUG2	76.83	0.45
SEP2	1549.50	4.75	SEP2	402.20	(4.10)	SEP2	75.96	0.38
NOV2	1514.50	5.00	OCT2	396.60	(4.60)	OCT2	75.28	0.36
JAN3	1520.00	5.75	DEC2	398.00	(4.00)	DEC2	75.08	0.36
MAR3	1513.25	5.50	JAN3	397.10	(3.00)	JAN3	74.69	0.32
MAY3	1513.25	5.25	MAR3	392.50	(2.10)	MAR3	73.85	0.20

Soybeans	Spread	Change	SoyMeal	Spread	Change	SoyOil	Spread	Change
Jul-Sep	-140.00	(1.50)	Jul-Sep	-10.50	(2.00)	Jul-Sep	-2.26	0.08

Electronic Beans Crush		Oil as %	Meal/Oil \$	Meal	Oil
Month	Margin	of Oil&Meal	Con. Value	Value	Value
JUL2	78.86	JUL2 48.66%	\$ (5,662)	907.94	860.42
AUG2	117.91	AUG2 48.53%	\$ (5,358)	896.28	845.13
SEP2	170.90	SEP2 48.57%	\$ (5,356)	884.84	835.56
OCT2/NOV2	186.10	OCT2 48.69%	\$ (5,508)	872.52	828.08
NOV2/DEC2	186.98	DEC2 48.54%	\$ (5,248)	875.60	825.88
JAN3	175.21	JAN3 48.47%	\$ (5,104)	873.62	821.59
MAR3	162.60	MAR3 48.47%	\$ (5,060)	863.50	812.35
MAY3	151.16	MAY3 48.38%	\$ (4,876)	859.10	805.31
JUL3	147.10	JUL3 48.17%	\$ (4,512)	859.98	799.37
AUG3	150.10	AUG3 48.20%	\$ (4,500)	848.10	789.25

US Soybean Complex Basis						
JUNE	+125 / n up5				DECATUR	+55 n dn10
JULY	+100 / 112 n up5/dn3	IL SBM (truck)		N+5 5/24/2022	SIDNEY	+40 n unch
AUG	+111 / q unch	CIF Meal		N+28 5/24/2022	CHICAGO	+10 n unch
SEP	+157 / 170 x dn2/unch	Oil FOB NOLA		125 5/27/2022	TOLEDO	+25 n unch
OCT	+122 / 129 x unch/dn9	Decatur Oil		600 5/27/2022	BRNS HRBR	+5 n unch
					C. RAPIDS	Jly Price unch

Brazil Soybeans Paranagua fob		Brazil Meal Paranagua		Brazil Oil Paranagua	
JLY	-153 / +158 n up8/up10	JULY	+15 / +21 n unch/up1	JLY	+30 / +100 n up150/dn100
AUG	-220 / +228 q dn2/unch	AUG	+20 / +27 u up1/unch	AUG	-50 / +150 q unch/up50
FEB	+70 / +98 h unch	SEP	+26 / +28 u unch	SEP	+10 / +150 u dn20/dn50
MCH	+52 / +63 h unch/up3	OCT	+30 / +35 z up4/unch	OCT	+30 / +250 v dn10/dn10
APR	+43 / +58 h up3/up8	NOV	+30 / +35 z unch	NOV	+30 / +250 z dn70/dn10
	Argentina meal	434	27.1	Argentina oil	Spot fob 78.9 2.10

Source: FI, DJ, Reuters & various trade sources

Updated 6/1/22

Soybeans – July \$15.75-\$18.00

Soybeans – November is seen in a wide \$12.75-\$16.50 range

Soybean meal – July \$375-\$465

Soybean oil – July 76-81 (down 100, down 300)

Wheat

- Wheat futures started the day mostly higher led by KC type wheat before heavy selling set in. July Chicago wheat hit its lowest level since April 8 before settling 46.25 cents lower at \$10.4125. KC July

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wheat fell 37.25 cent and July MN was down a large 50.50 cents. Funds sold an estimated net 16,000 Chicago wheat contracts.

- Egypt bought 465,000 tons of wheat.
- September EU wheat futures were down 9.75 euros per ton at 380.50 euros, near a one month low.
- While US weather conditions are improving for the central and upper Great Plains, last week's rains were too late to boost crop ratings for the southwestern states. US winter wheat crop conditions increased one point to 29 percent G/E, at trade expectations. This was the lowest rating for this week since 2006. USDA NASS reported US spring planting progress at 73 percent, 6 points above trade expectations, above 49 week earlier and compares to 97 percent year ago and 92 for the five-year average.
- Ukrainian grain traders union estimated the 2022 Ukraine wheat crop at 19.2 million tons, down 42 percent from last year. Traders estimate the crop between 17 and 21 million tons.

Export Developments.

- Egypt bought 465,000 tons of wheat consisting of 175,000 tons of Russian, 240,000 tons Romanian, and 50,000 tons of Bulgarian origin. The tender called for shipping for fob offers from July 20-31 and/or August 1-10, while shipping for c&f will be from August 1-20.
- Algeria started buying optional origin wheat for July/August shipment. AgriCensus noted at least 100,000 tons have been bought at around \$480/ton C&F, above \$466 they paid mid-May.
- Results awaited: The Philippines are in for 55,000 tons of feed wheat on June 1 for July 15 through September 27 shipment.
- Jordan bought 60,000 tons of feed barley at \$445/ton c&f for shipment first half of September.

Rice/Other

- None reported

Chicago Wheat			KC Wheat			MN Wheat		
	Settle	Change		Settle	Change		Settle	Change
JUL2	1041.25	(46.25)	JUL2	1127.75	(37.75)	JUL2	1197.00	(50.50)
SEP2	1052.00	(45.50)	SEP2	1134.75	(37.25)	SEP2	1197.25	(50.25)
DEC2	1063.25	(43.75)	DEC2	1144.25	(36.75)	DEC2	1196.25	(49.25)
MAR3	1070.00	(42.00)	MAR3	1148.25	(35.00)	MAR3	1196.00	(48.75)
MAY3	1063.75	(38.75)	MAY3	1131.25	(33.75)	MAY3	1191.25	(47.75)
JUL3	1032.75	(38.25)	JUL3	1082.75	(34.00)	JUL3	1167.75	(36.50)
SEP3	1007.25	(39.00)	SEP3	1043.75	(40.25)	SEP3	1061.25	(44.75)

Chicago Rice			US Wheat Basis		
	Settle	Change		Settle	Change
JUL2	17.21	(0.340)	SEP2	17.43	(0.385)
			NOV2	17.57	(0.310)

US Wheat Basis			Chicago mill		
	Change			Settle	Change
Gulf SRW Wheat		Gulf HRW Wheat		Chicago mill	-20 n unch
MAY	+50 / 75 n unch	MAY	+165 k unch	Toledo	-15 n unch
JUNE	+30 / 50 n unch	JUNE	+153 n unch	PNW US Soft White	10.5% protein BID
JULY	+30 / 50 n unch	JULY	+153 n unch	PNW Jun	1100 unchanged
AUG	+65 / 85 u unch	AUG	+150 q unch	PNW Jul	1100 unchanged
SEP	+65 / 85 u unch			PNW Aug	1075 unchanged
				PNW Sep	1075 unchanged

Paris Wheat		Change	OI	OI Change	World Prices \$/ton		Change
SEP2	382.50	(9.75)	181,433	15,259	US SRW FOB	\$425.20	\$42.30
DEC2	376.75	(9.00)	217,259	8,078	US HRW FOB	\$490.60	\$33.00
MAR3	373.75	(8.75)	23,722	1,817	Rouen FOB 11%	\$418.84	\$2.75
MAY3	371.50	(8.75)	11,127	1,187	Russia FOB 12%	\$0.00	\$0.00
EUR	1.0652				Ukr. FOB feed (Odessa)	\$300.00	\$0.00
					Arg. Bread FOB 12%	\$591.93	(\$26.55)

Source: FI, DJ, Reuters & various trade sources

Updated 6/1/22 (July lowered \$1.00)

Chicago – July \$9.50 to \$12.00 range, December \$8.50-\$12.50

KC – July \$10.50 to \$12.75 range, December \$8.75-\$13.50

MN – July \$10.75-\$13.00, December \$9.00-\$14.00

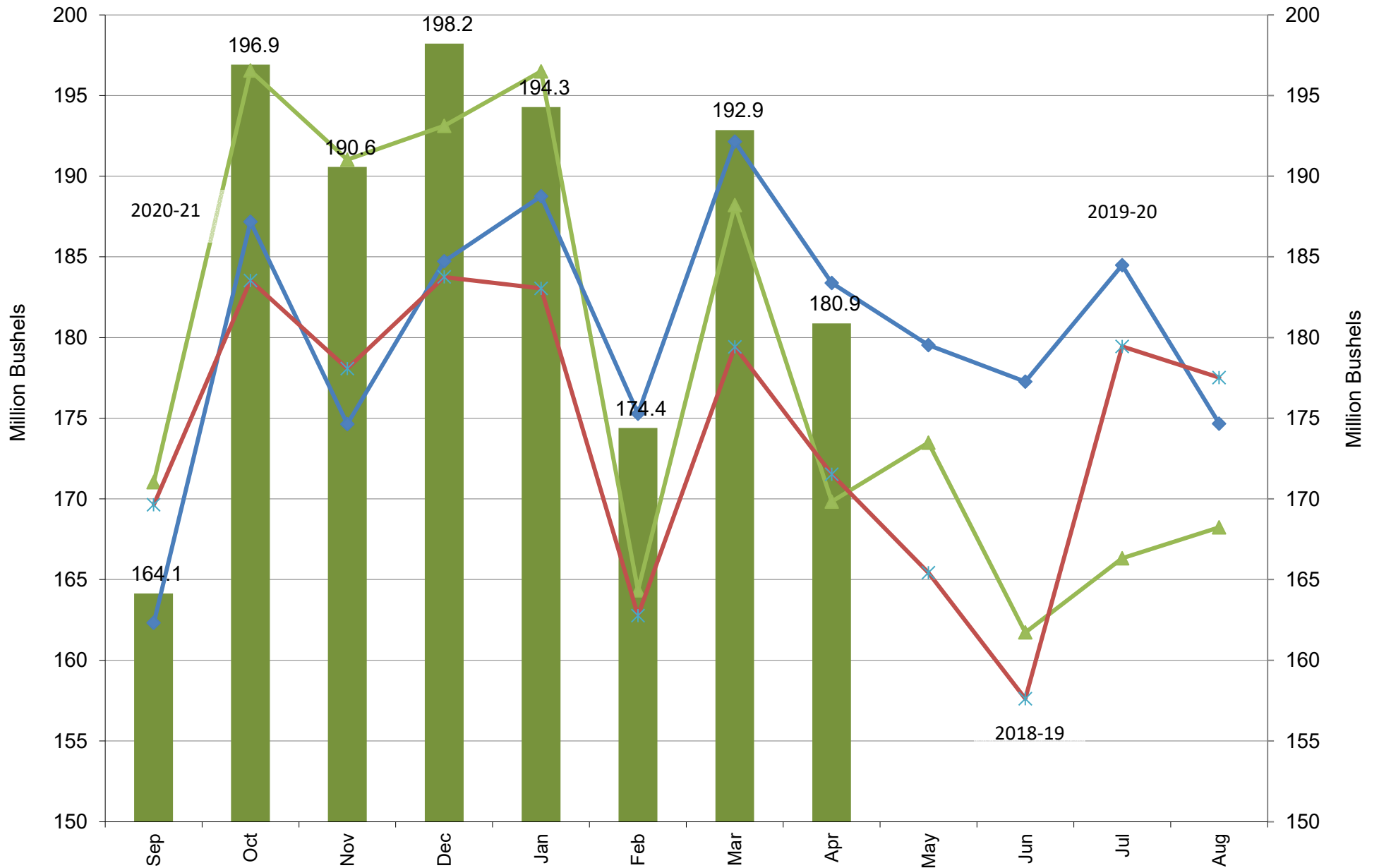
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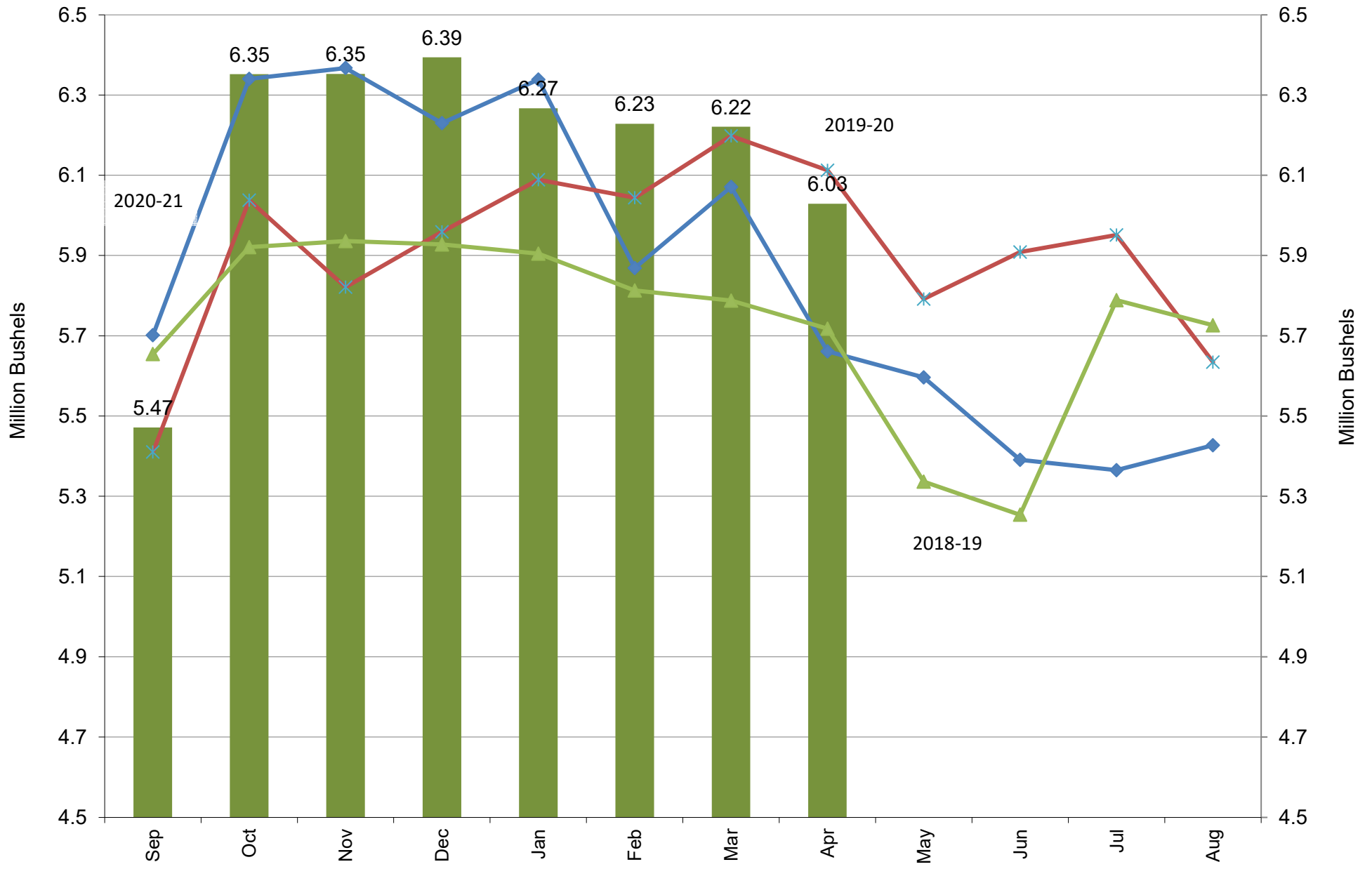
US NASS Monthly Soybean Crush



Source: USDA/NASS & FI

■ 2021-22
 ▲ 2020-21
 ◆ 2019-20
 ✱ 2018-19

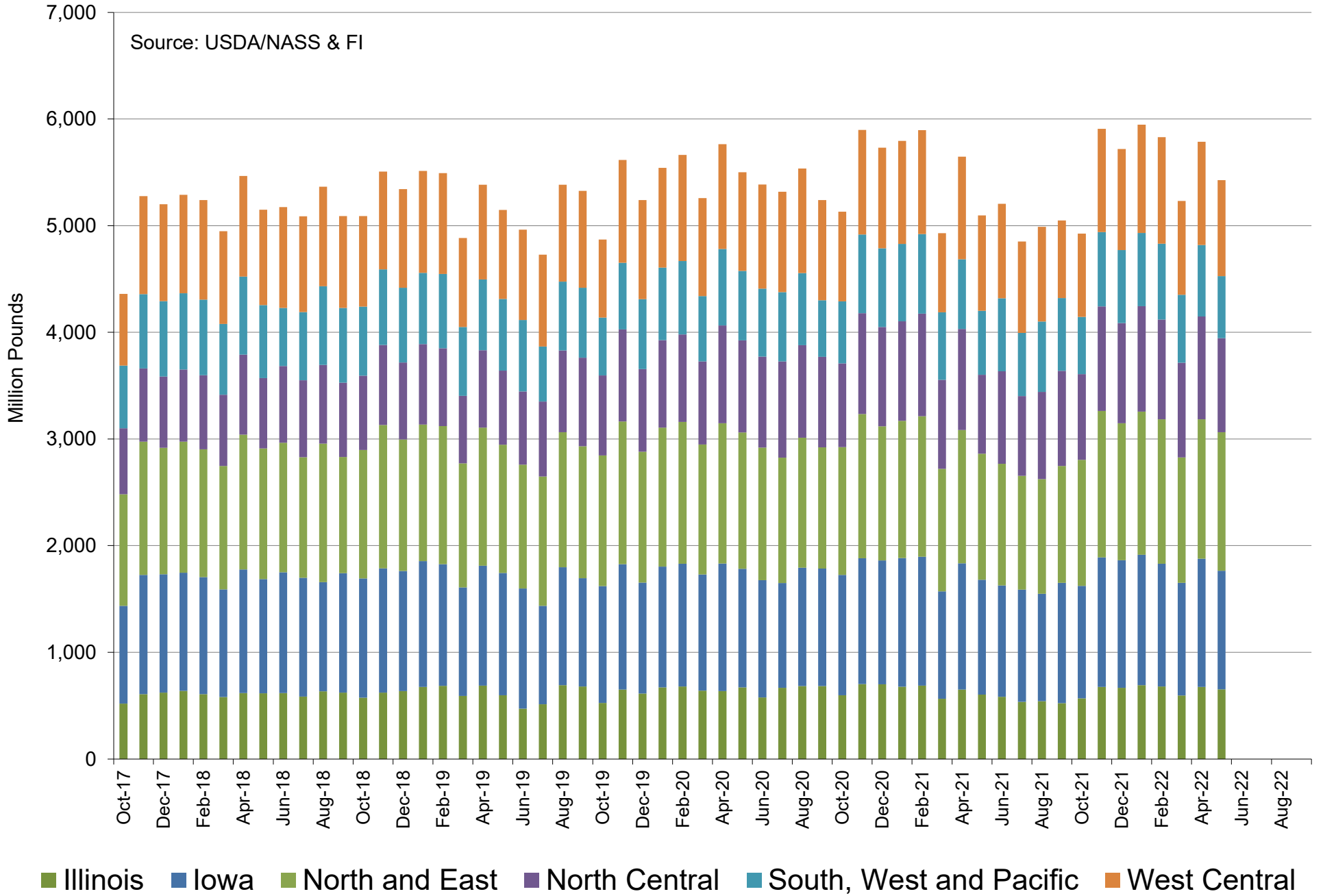
US NASS Monthly Soybean Crush Rate Per Day



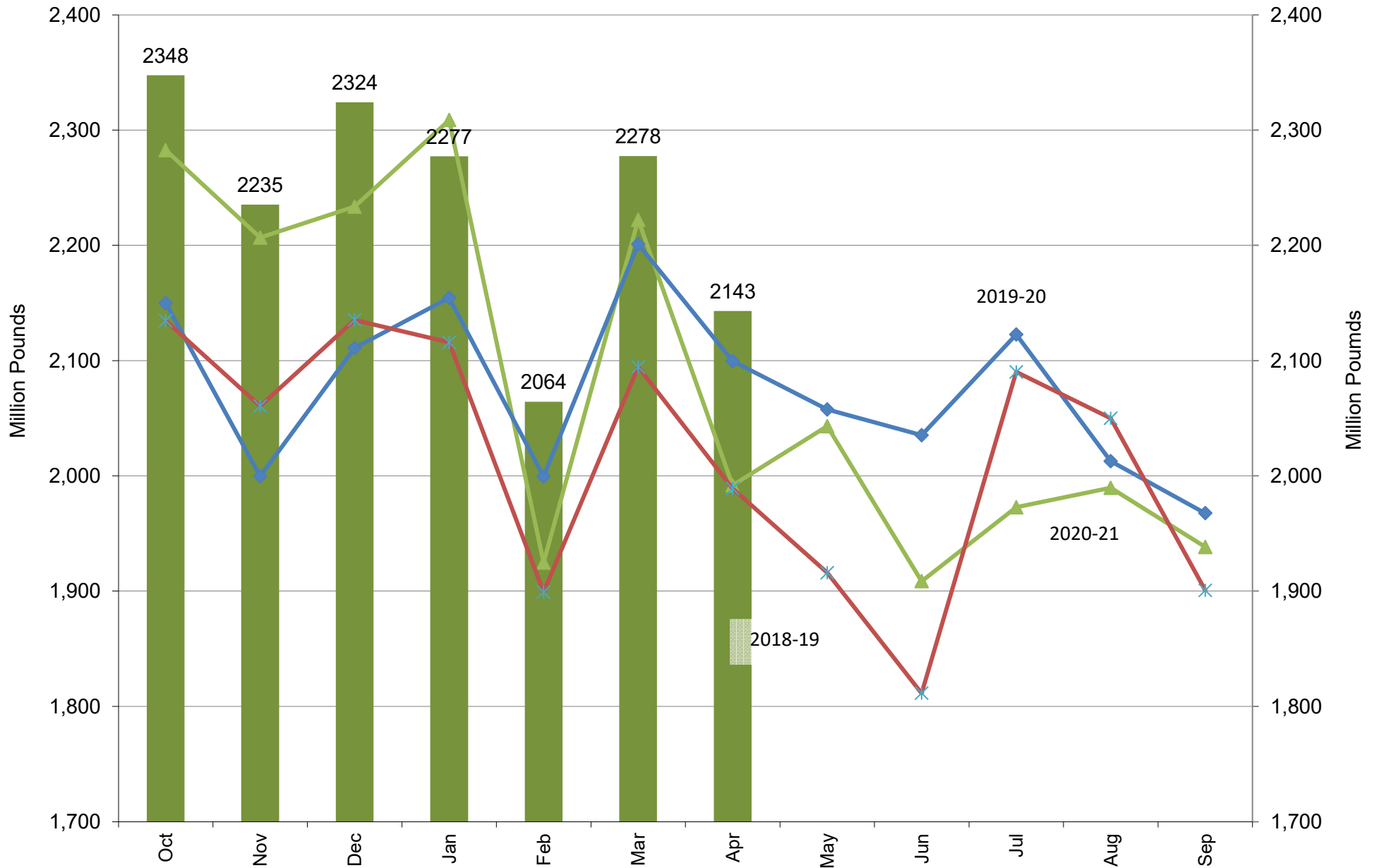
Source: USDA/NASS & FI

2021-22
 2020-21
 2019-20
 2018-19

US NASS Monthly Soybean Crush



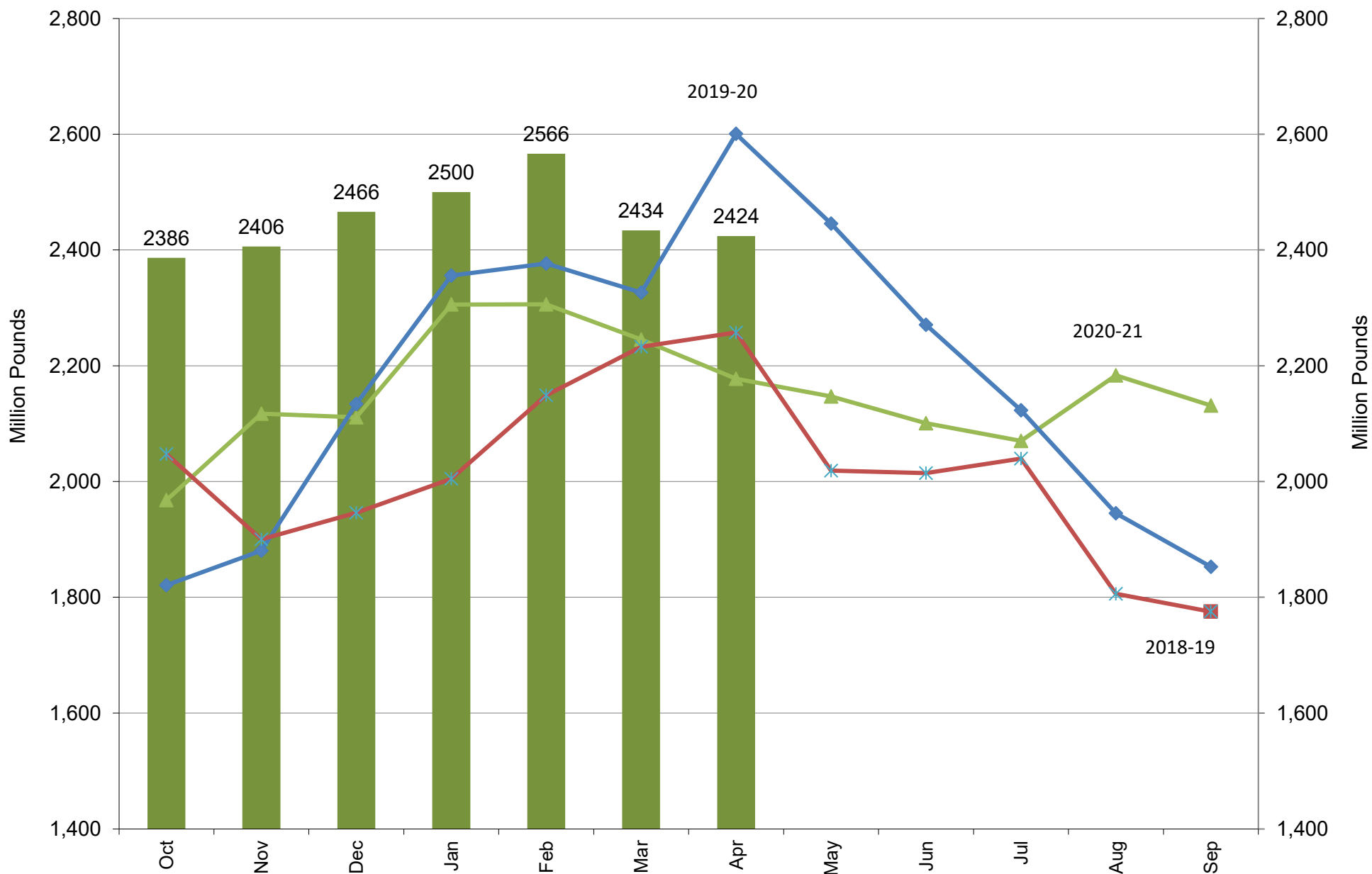
US NASS Monthly Soybean Oil Production



Source: USDA/NASS & FI

■ 2021-22
 ▲ 2020-21
 ◆ 2019-20
 ✕ 2018-19

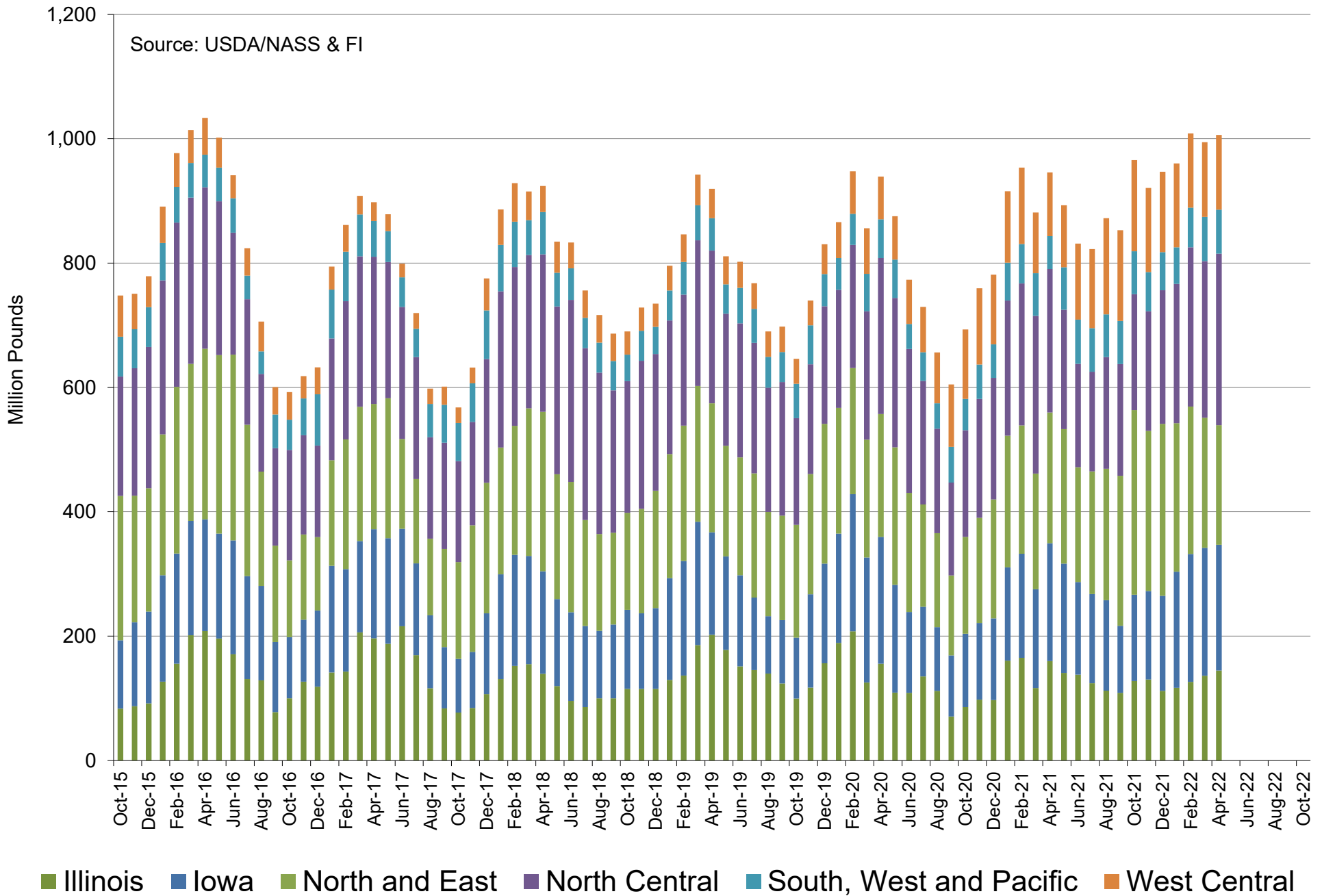
US NASS Monthly Soybean Oil Stocks



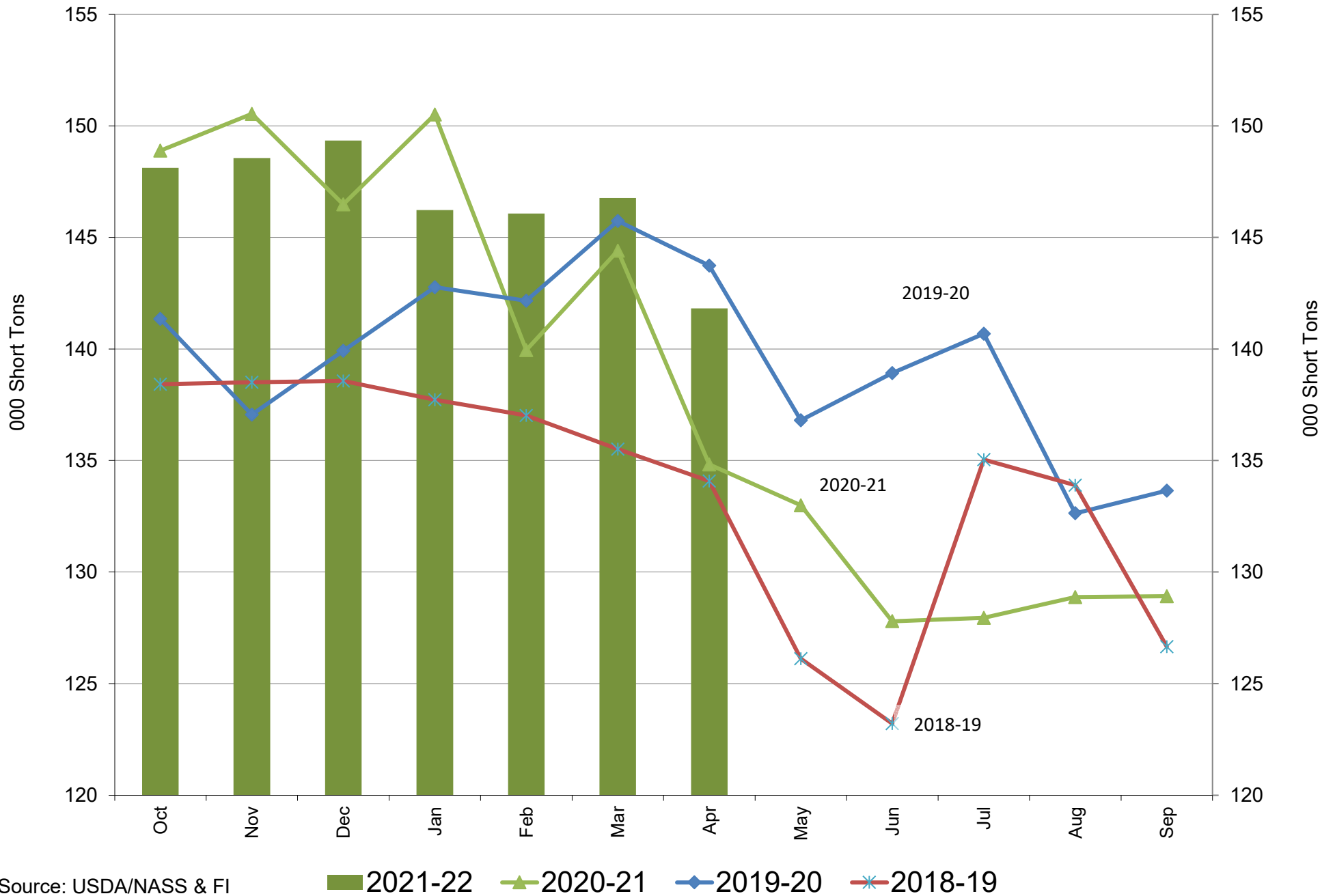
Source: USDA/NASS & FI

■ 2021-22
 ▲ 2020-21
 ◆ 2019-20
 ✱ 2018-19

US NASS Monthly Crude Soybean Crude Oil Stocks At Crusher

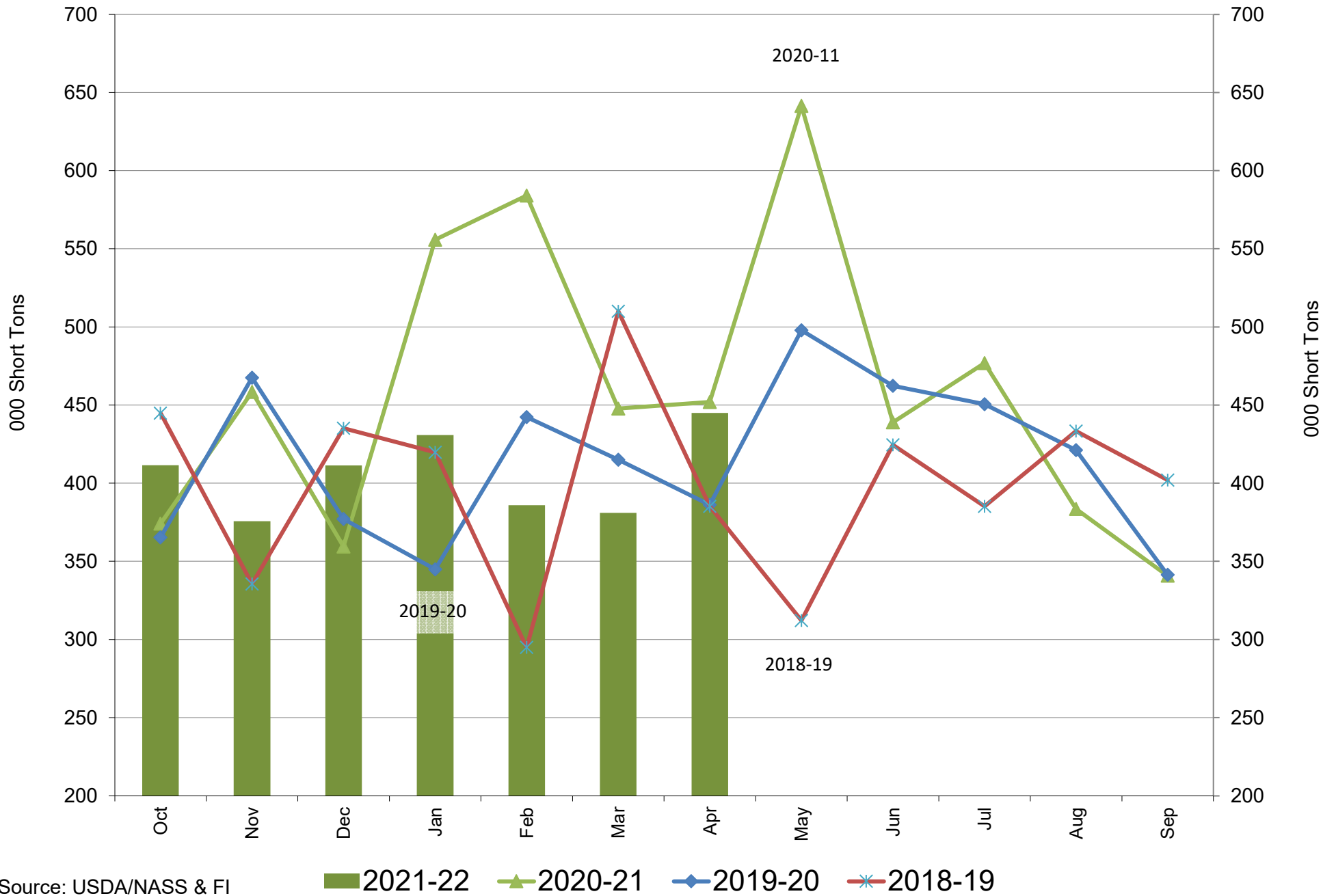


US NASS Monthly Soybean Meal Production Per Day



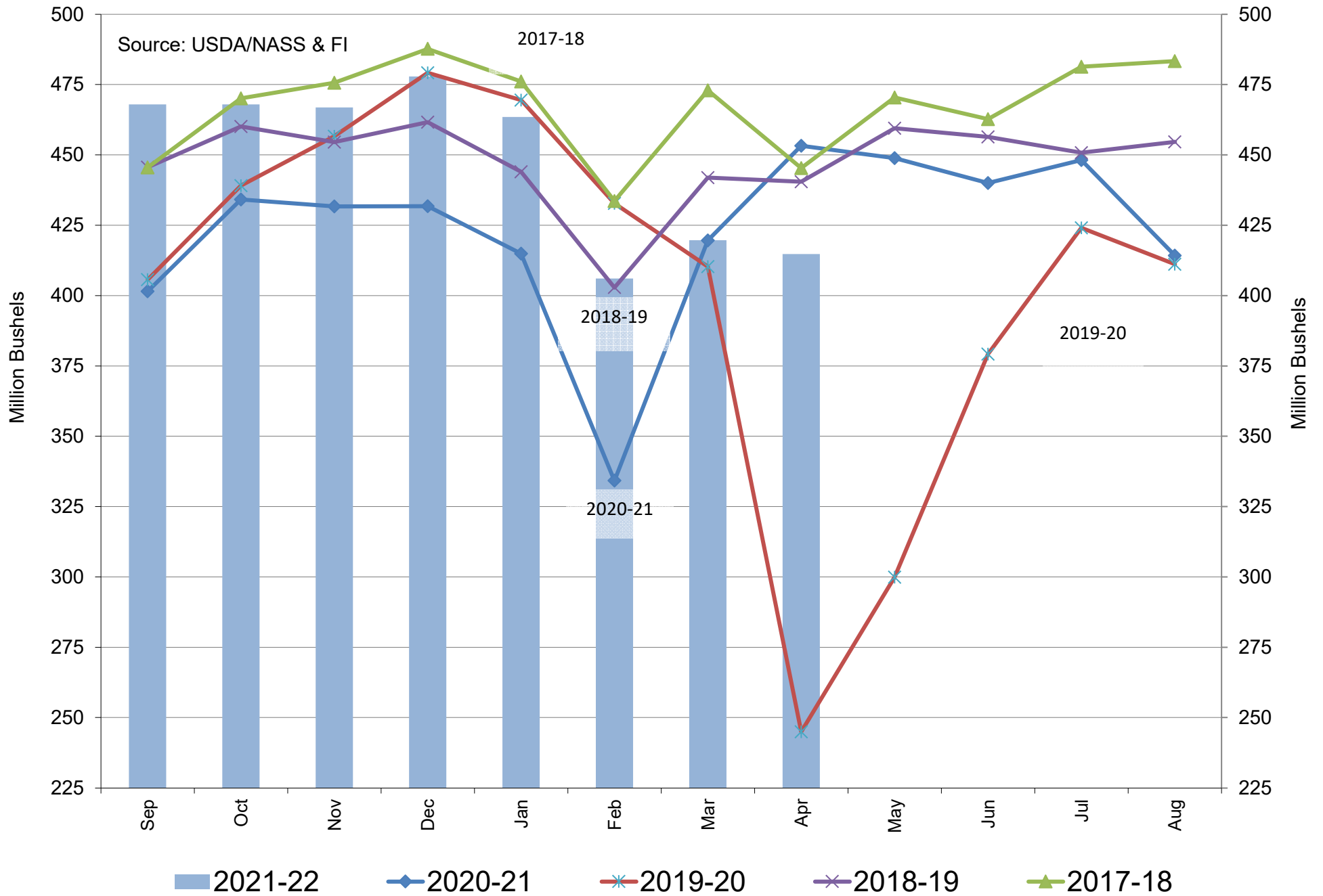
Source: USDA/NASS & FI

US NASS Monthly Soybean Meal Stocks



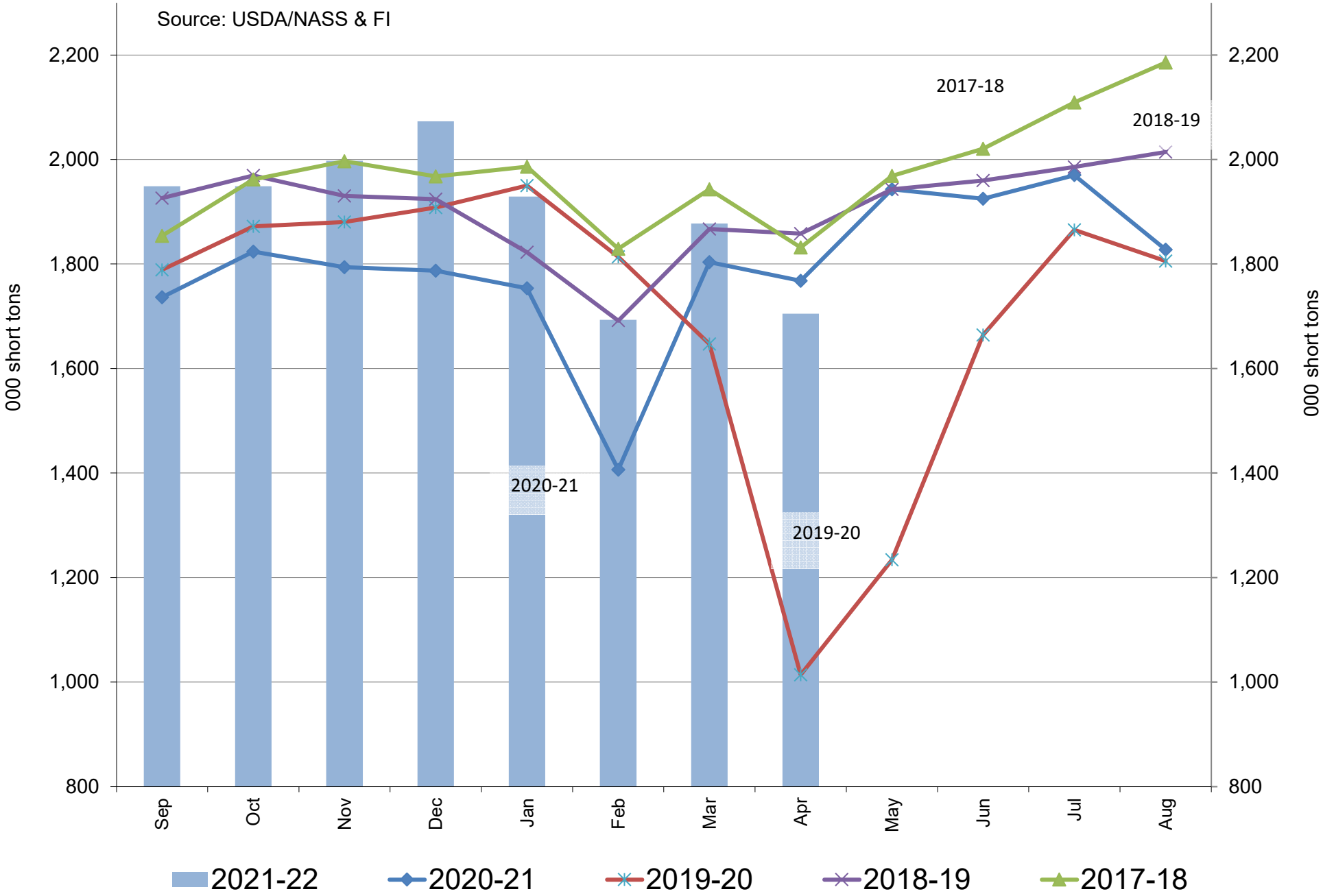
Source: USDA/NASS & FI

US Monthly Corn Use for Fuel Ethanol Production



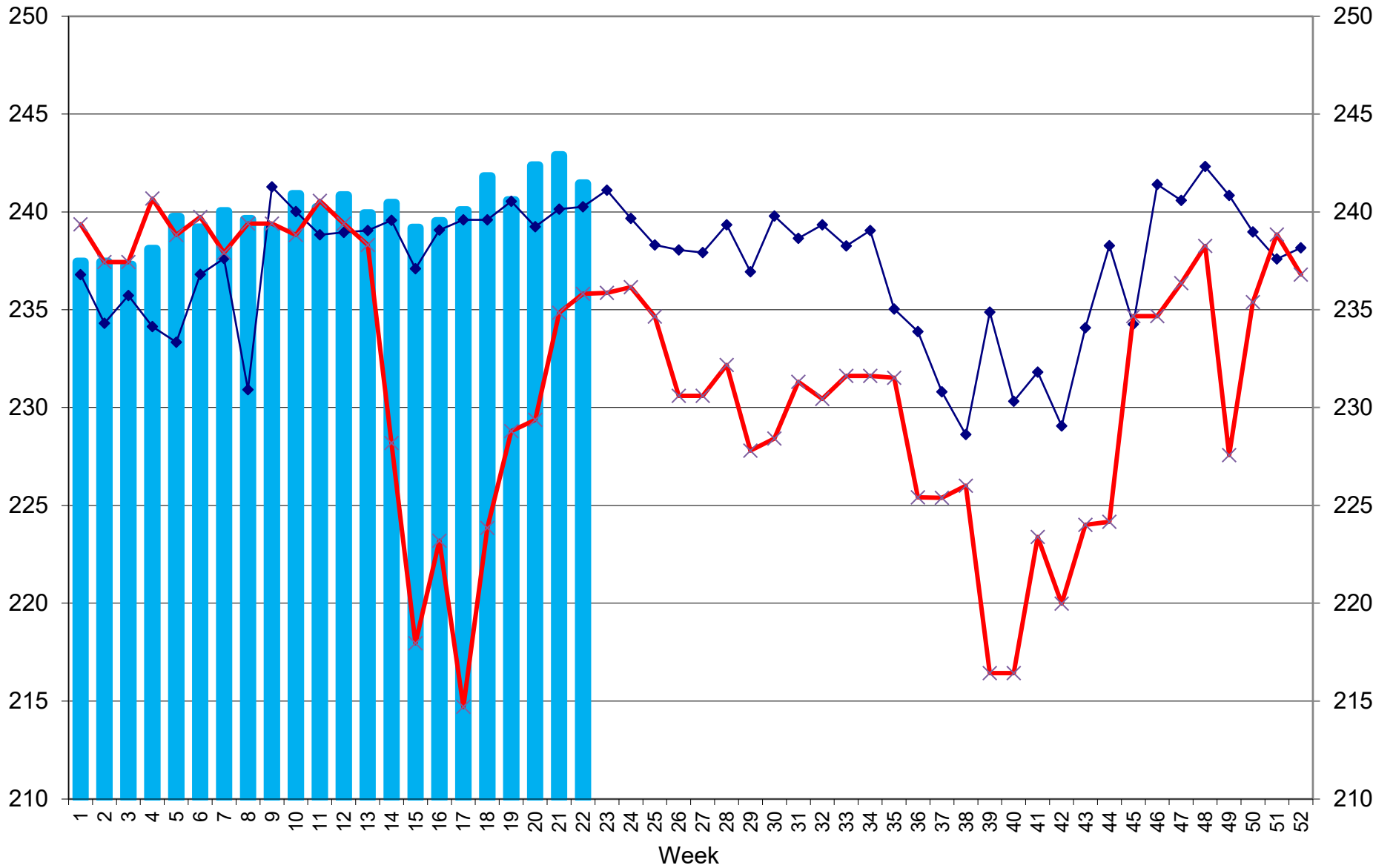
US Monthly DDGS Production

Source: USDA/NASS & FI



Broiler Egg Sets, in millions

National



Source: USDA, FI

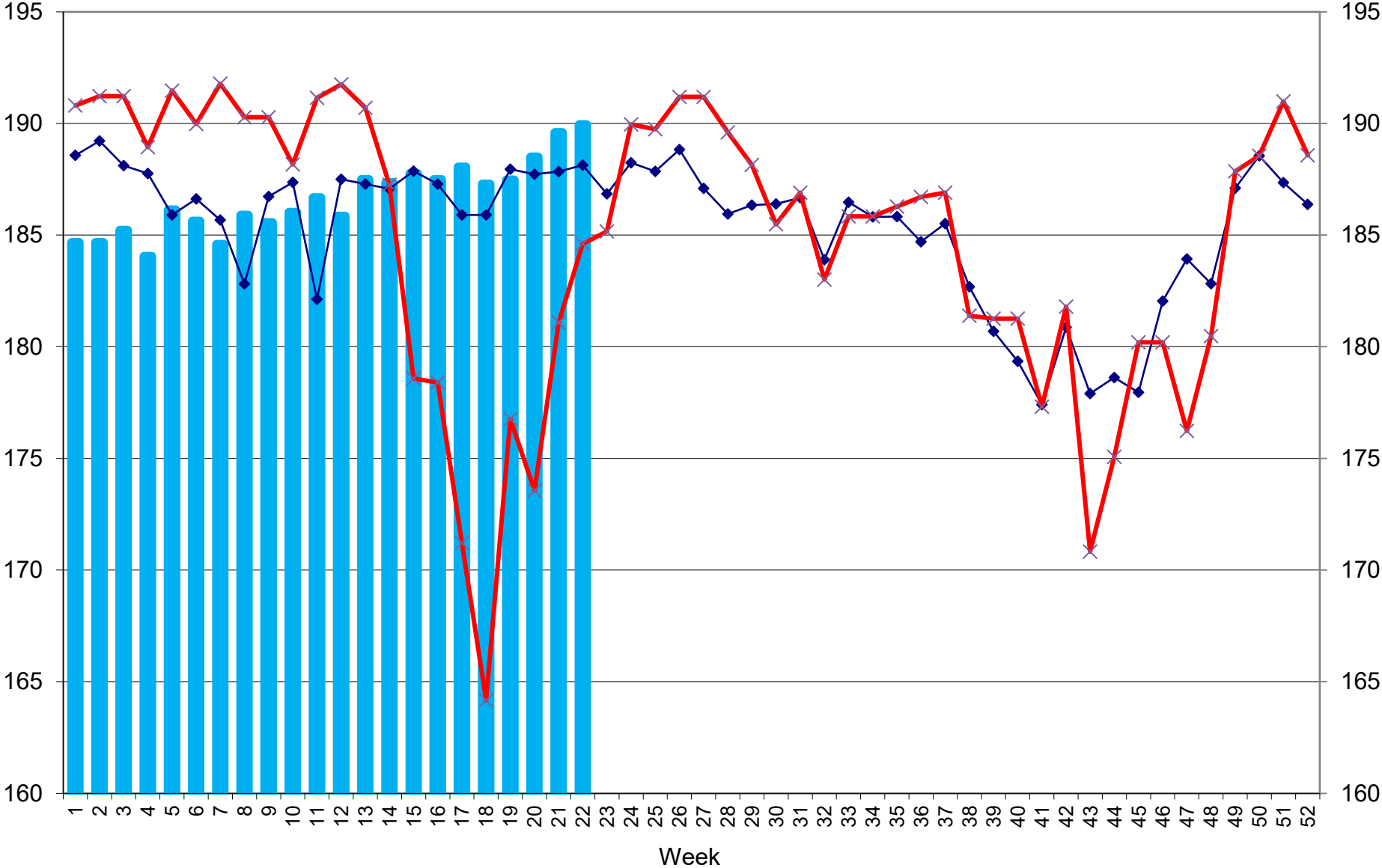
■ 2022

◆ 2021

✕ 2020

Broiler Chicks Placed, in millions

National

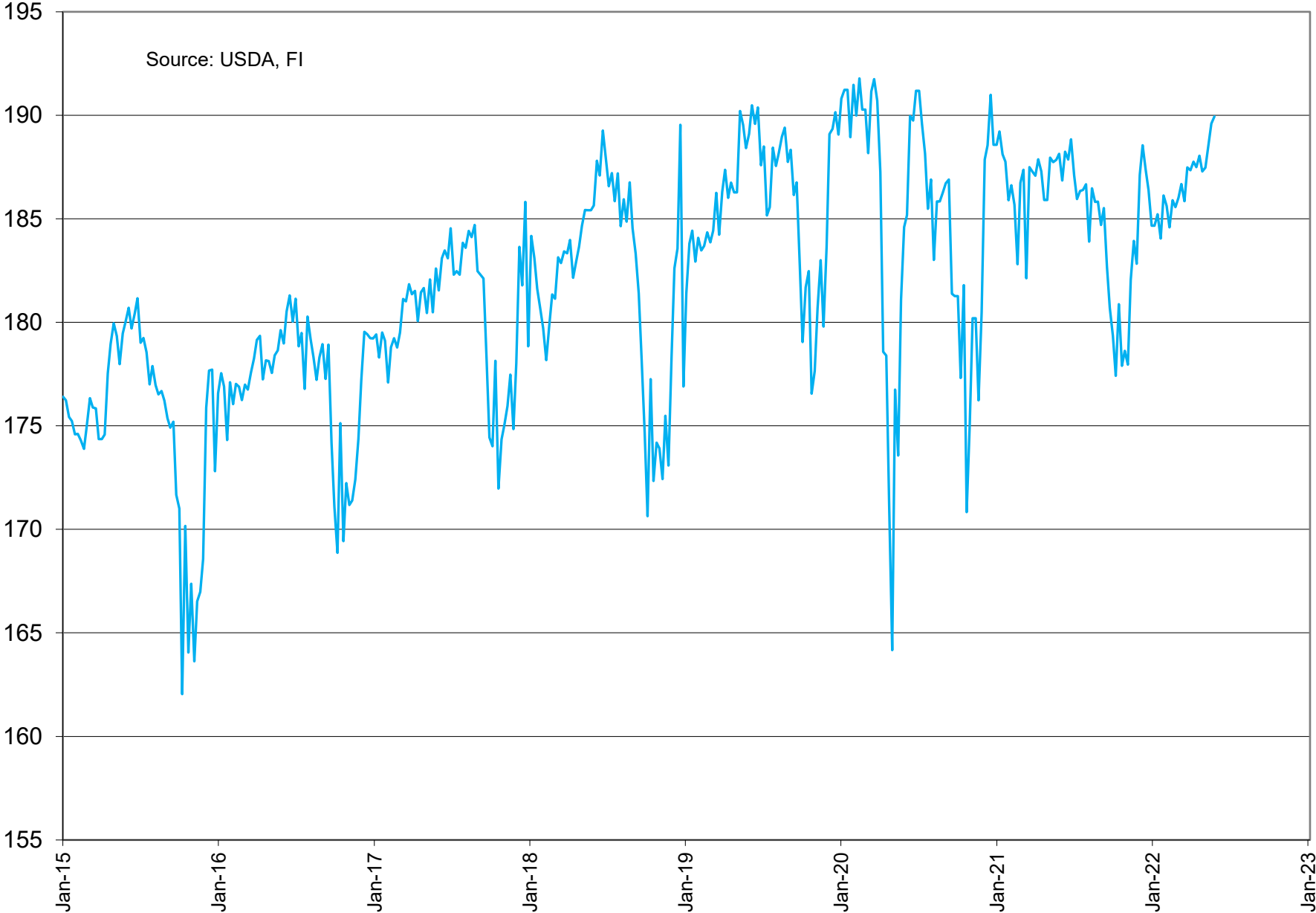


Source: USDA, FI

■ 2022
 ◆ 2021
 ✕ 2020

Broiler Chicks Placed, in millions

National



USDA Export Sales Estimates/Results in 000 tons

	ESTIMATED 5/26/2022			5/19/2022 Last Week			5/27/2021 Year Ago		
Beans	21/22	250-450		21/22	276.8		20/21	17.8	
	n/c	200-350		22/23	443.0		21/22	180.3	
					Sales to China	(108.4)		Sales to China	3.7
Meal			Shipped			Shipped			Shipped
	21/22	125-275	150-250	21/22	159.6	187.5	20/21	217.7	281.1
	n/c	0.0		n/c	24.2		21/22	0.5	
Oil			Shipped			Shipped			Shipped
	21/22	0-10	0-10	21/22	6.2	1.8	20/21	1.0	9.3
	n/c	0.0		n/c	0.0		21/22	0.0	
					Sales to China	0.0		Sales to China	0.0
Corn	21/22	200-400		21/22	151.7		20/21	531.1	
	n/c	100-300		22/23	58.3		21/22	439.5	
					Sales to China	(23.0)		Sales to China	158.5
Wheat	21/22	-25 to +50		21/22	(2.3)		20/21	(33.2)	
	n/c	200-350		22/23	246.3		21/22	398.3	

o/c=Old Crop, n/c= New Crop

Source: Futures International and USDA

Traditional Daily Estimate of Funds 5/31/22

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

	Corn	Bean	Chi. Wheat	Meal	Oil
Estimate	387.8	187.4	2.3	76.4	72.5
1-Jun	(22.0)	4.0	(16.0)	(2.0)	2.0
2-Jun					
3-Jun					
6-Jun					
7-Jun					
FI Est. of Futures Only 5/31/22	365.8	191.4	(13.7)	74.4	74.5
FI Est. Futures & Options	334.6	173.4	(6.9)	63.2	73.9
Futures only record long "Traditional Funds"	547.7 1/26/2021	280.9 11/10/2020	86.5 8/7/2018	167.5 5/1/2018	160.2 11/1/2016
Futures only record short	(235.0) 6/9/2020	(118.3) 4/30/2019	(130.0) 4/25/2017	(49.5) 3/1/2016	(69.8) 9/18/2018
Futures and options record net long	557.6 1/12/2021	270.9 10/6/2020	64.8 8/7/2012	132.1 5/1/2018	159.2 1/1/2016
Futures and options record net short	(270.6) 4/26/2019	(132.0) 4/30/2019	(143.3) 4/25/2017	(64.1) 3/1/2016	(77.8) 9/18/2018

Managed Money Daily Estimate of Funds 5/31/22

	Corn	Bean	Chi. Wheat	Meal	Oil
Latest CFTC Fut. Only	267.5	158.5	24.8	49.2	67.8
Latest CFTC F&O	291.5	163.1	22.3	49.2	69.0
FI Est. Managed Money F&O	229	166	(18)	42	64

Index Funds Latest Positions (as of last Tuesday)

Index Futures & Options	476.8	189.5	153.3	NA	110.2
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Source: Reuters, CFTC & FI (FI est. are noted with latest date)

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