

**Report day with WASDE monthly S/D numbers and NASS production estimates which will be the first objective yield data for the '19 crop.**

**Markets trading firm most of the night and at 0630 see CZ19 \$0.01 higher at \$3.61 with SX19 \$0.07  $\frac{3}{4}$  higher at \$8.74  $\frac{1}{4}$ . Both on an uptick in volume. Chi and KC wheat trading firm as well.**

**Dow futures higher this morning and after a positive close yesterday, working on making it 7 straight higher sessions. Dow futures within 77 points of its all time high of 27,397 set July 15<sup>th</sup>.**

**Focus today largely centered on yield. In recent times the largest corn yield change was the 4.9 bpa decrease seen in 2011. Largest ever change was a 14.8 bpa decline in '83. Over the last 10 years the soybean yield change between the Aug and Sep report has increased 8 times with 2 years lower. The largest decline over this time was a 1.4 bpa drop in 2013. Largest ever soybean yield decline was, like corn, in '83 with a 4.8 bpa loss. Nobody expecting a yield increase today.**

**Clock ticking on corn basis but still some best of the year trades made yesterday. ADM CR paying the equivalent of near +30CZ truck delivery. Just looking at posted bids, a 30-cent basis break looms. Producers holding old crop take note. That will go away! Extended price contract better than holding cash?**

**Some activity in PNW soybean markets yesterday making the recent noise of Chinese interest more believable.**

**Demand adjustments today offset any production loss?**

**Still like the idea of CZCN at 29 heading into the report. Struggling with ECB production loss against poor export outlook and delivery economics.**



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