

Fundamentals:

U.S. soybean futures rose on Thursday on worries about dryness building in the Midwest crop belt, while a setback in the dollar and speculative buying at the start of a new month lent additional support, analysts said.

Chicago Board of Trade (CBOT) wheat climbed 2.8%, extending Wednesday's rebound from a 2-1/2 year low.

Corn futures were mixed, with inter-market spreading and worries about demand pressuring front-month July while deferred contracts ended higher on U.S. weather woes.

Passage of the U.S. debt ceiling bill in the House of Representatives lent support to grains as well as crude oil futures and Wall Street equity markets.

CBOT July soybeans settled up 29-3/4 cents at \$13.29-1/2 per bushel, and July wheat ended up 16-1/2 cents at \$6.10-3/4.

CBOT July corn finished down 1-1/2 cents at \$5.95-1/2 a bushel while December corn, representing the 2023 crop, ended up 8-1/4 cents at \$5.30.

Soybeans and new-crop corn futures climbed on fears of drought crimping U.S. production prospects. The weekly U.S. Drought Monitor, prepared by a consortium of climatologists, showed that 66% of the Midwest was abnormally dry by May 30, up from 27% the prior week.

In addition, the U.S. Climate Prediction Center's latest monthly drought outlook, released on Wednesday, showed that drought was likely to develop in June across Iowa and most of Illinois, the top two U.S. corn and soybean states, as well as in Indiana, Ohio and Pennsylvania.

The US forecast shows mostly dry weather Thursday, with that trend extending in the Mississippi Delta and Midwest regions during the next few days, according to forecaster Maxar Technologies Inc.

Wheat drew support from news of excess rain in China's wheat belt. The top wheat-growing province of Henan is expected to be hit by more rain in coming days, state forecasters said, complicating efforts to harvest grain already damaged by wet weather in late May. China is the world's largest wheat grower and also a major importer.

Traders also noted worries about the Black Sea grain export pact between Russia and Ukraine. A Ukraine official said the United Nations-brokered deal had been halted again because Russia had blocked registration of ships to all Ukrainian ports, and a spokesman said the U.N. is concerned about slow implementation of the deal.

Wheat has posted its worst run in decades, slumping for an eighth consecutive month in May. Prices of the food staple touched the lowest level since December 2020 during trading on Wednesday, while soybeans reached the weakest in 17 months. Corn last month hit the lowest since October 2021.

Pleasant spring rains in Europe have created a strong outlook for wheat crops, helping to offset the impact on supplies of the war in Ukraine. Still, dryness is starting to build across the UK, northern France, Germany and Poland, according to Maxar.

(Source: Reuters)

Contract		Close	Chg	High	Low
Soybeans	JUL 23	1,329.50	27.25	1,335.25	1,299.25
Soybean Oil	JUL 23	47.860	1.600	48.020	46.160
Soybean Meal	JUL 23	401.40	7.00	404.40	392.80
Corn	JUL 23	592.50	-0.50	606.00	591.75
Wheat	JUL 23	610.75	17.00	617.50	593.00
US Dollar Index		103.568	-0.758	104.5	103.496

Argentina & Brazil Weekly Export Statistic (metric ton)

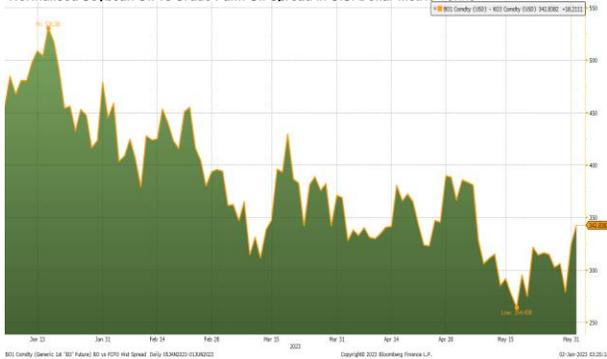
Date	A. Corn	B. Corn	A. Soybean	B. Soybean	A. Wheat	B. Wheat
29/05/2023	234,000	92,000	271,000	1,683,000	#N/A	N/A
22/05/2023	365,000	74,000	281,000	1,725,000	0	32,000
15/05/2023	189,000	273,000	155,000	1,339,000	0	56,000
08/05/2023	186,000	136,000	68,000	479,000	0	38,000
01/05/2023	476,000	165,000	37,000	1,140,000	0	216,000
24/04/2023	295,000	294,000	40,000	1,436,000	0	110,000
17/04/2023	160,000	273,000	40,000	1,601,000	0	23,000
10/04/2023	282,000	158,000	32,000	1,307,000	0	148,000
03/04/2023	224,000	247,000	62,000	1,393,000	0	40,000
27/03/2023	321,000	356,000	33,000	1,208,000	0	147,000

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

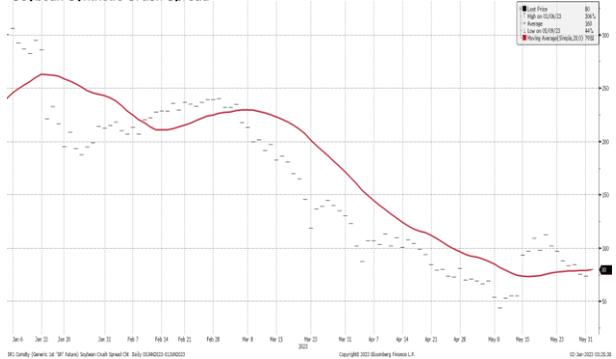
Date	Corn	Soybean	Soy Oil	Soy Meal	Wheat
18/05/2023	-23.1	116.1	6.2	391.9	200.1
11/05/2023	-265	680.8	0.9	291.5	294.6
04/05/2023	340.3	54.5	0.3	266.8	359.8
27/04/2023	-194.7	356.7	14	162.6	490.8
20/04/2023	400	311.3	0.1	153.4	357.8
13/04/2023	734.4	-25.3	0.2	144.5	305.2
06/04/2023	527.7	280.5	-0.4	292.7	203.5
30/03/2023	1272.8	-107	27.6	277.5	183.5
23/03/2023	1058.2	352.1	2	387.9	189.1
16/03/2023	3188.9	286.5	10.8	121.1	138.5
09/03/2023	1367.3	721.6	3.9	255.1	492.6
02/03/2023	1525.2	149.1	7.3	429.8	336.7

Historical Volatility	10 Days	30 Days	60 Days	90 Days
Soybean Futures	29.84	21.35	18.42	16.85
Soybean Oil Futures	43.35	35.73	31.23	29.21
Soybean Meal Futures	22.80	20.01	19.39	19.55
Corn Futures	22.69	25.51	20.84	18.90
Wheat Futures	37.85	36.04	30.85	28.12

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



Soybean Synthetic Crush Spread



CBOT Soybean Daily Chart



CBOT Soybean Meal Daily Chart



CBOT Wheat Daily Chart



Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Soybean	1309.56	1322.65	1,303.01	1289.62	1302.51	1,283.17	1349.44	1335.95	1,356.19	1369.39	1355.69	1,376.23
Soybean Oil	47.14	47.61	46.91	46.42	46.89	46.19	48.58	48.09	48.82	49.30	48.80	49.54
Soybean Meal	395.38	399.33	393.40	389.36	393.25	387.41	407.42	403.35	409.46	413.44	409.31	415.51
Corn	583.61	589.45	580.69	574.73	580.47	571.85	601.39	595.37	604.39	610.28	604.17	613.33
Wheat	601.59	607.60	598.58	592.43	598.35	589.47	619.91	613.71	623.01	629.07	622.78	632.22

CBOT Soybean Oil Daily Chart



CBOT Corn Daily Chart



Technical Analysis

Commodity	1st Resistance:	2nd Resistance:	1st Support:	2nd Support:	MACD:	MACD DIFF:	RSI:
Soybean	1349.44	1369.39	1309.56	1289.62	-32.268	-1.583	39.887
Soybean Meal	407.42	413.44	395.38	389.36	-11.195	-1.258	35.829
Soybean Oil	48.58	49.30	47.14	46.42	-1.581	0.012	41.570
Corn	601.39	610.28	583.61	574.73	-2.982	3.930	51.331
Wheat	619.91	629.07	601.59	592.43	-16.123	-0.208	44.014

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