

USDA Crop Report Recap

November 8, 2019



USDA November Crop Report

US Carryout
2019-2020

	11/8/2019	10/10/2019	Change	Average Trade Guess
Corn	1.910	1.929	-0.19	1.817
Soybeans	0.475	0.460	+0.15	0.428
Wheat	1.014	1.043	-0.29	1.035

in billion bushels

World Carryout
2019-2020

	10/10/19	10/10/2019	Change	Average Trade Guess
Corn	295.96	302.55	-6.59	300.31
Soybeans	95.42	95.21	0.21	93.85
Wheat	288.28	287.80	0.48	287.03

in million metric tons

Items of note:

The headline was the USDA electing to drop corn yield month to month despite upward revisions from private advisory groups FCStone and Informa. Analyst Jason Britt @jasonlbritt noting on Twitter that corn production from November to final has declined 5 of the last 6 years by an average of over 100 million bushels.

Row crops continue to be limited by the slow pace of exports, soybeans and corn are more than 10% behind pace needed to meet the USDA projection.

Some rare bullish news in the wheat market: the net reduction in all wheat carryout was courtesy of hard red winter. Note that the funds are short both corn and HRW. **11/9: Correction – The carryout reduction was actually in the hard red spring subclass – due to weather issues in North Dakota and Montana.**

20 day moving averages

- Corn 3.87 CZ9 (3.79 ½ last)
- Soybeans 9.40 SF0 (9.32 ¼)
- KC Wheat 4.24 KWZ9 (4.23 ¼)