

USDA Crop Report Recap
July Supply and Demand
July 2019



USDA July Crop Report

US Carryout
2019-2020

	7/11/2019	6/11/2019	Change	Average Trade Guess
Corn	2.010	1.675	+0.335	1.692
Soybeans	0.795	1.045	-0.250	0.812
Wheat	1.000	1.072	-0.072	1.043

in billion bushels

World Carryout
2019-2020

	7/11/19	6/11/2019	Change	Average Trade Guess
Corn	298.92	290.52	+8.40	292.48
Soybeans	104.53	112.66	-8.13	109.17
Wheat	286.46	294.34	-7.88	292.43

in million metric tons

Items of note:

Wheat was the leader today with production downgrades in Russia of 140 million bushels and the European Union of 103 million bushels the feature. Wheat closed 20 higher.

Trade didn't take the bait on the erroneous corn S&D and its 91.7 million US acres. Most in the trade are near 85 million planted acres due to the wet conditions throughout the Corn Belt. Corn closed 9 ¼ higher.

Trade didn't take the bait on the soybean S&D, realizing that an almost 800 million bushels carryout with a trade impasse with the world's #1 buyer is not bullish at current price levels. Soybeans closed 4 ½ higher.

Bottom line:

While downgraded, the Russian crop is still the 2nd largest in history and Russian competitiveness into the world's #1 wheat buyer (Egypt) has not showed signs of diminishment. Wheat gains will once again depend on further advances in corn. Today's NOAA maps continue to look warm and did trend drier today.

20 day moving averages (September coarse grains, November for soybeans) currently:

- Corn 4.43
- Soybeans 9.18 ½
- KC Wheat 4.63 ¼