

MARKET REPORT **DATE:** **12-Dec-18**

CBOT CLOSE

<u>MEAL</u>		<u>BEANS</u>		<u>OIL</u>				
SM Z18	308,90	1,00	S F19	915,00	5,25	BO Z18	28,71	0,19
SM F19	310,90	0,90	S H19	928,25	5,50	BO F19	28,96	0,20
SM H19	314,70	0,80	S K19	941,00	5,50	BO H19	29,21	0,19
SM K19	318,20	0,80	S N19	952,75	5,50	BO K19	29,50	0,19
SM N19	321,50	0,70	S Q19	956,75	5,50	BO N19	29,77	0,19
SM Q19	323,20	0,70	S U19	957,00	5,00	BO Q19	29,91	0,19
SM U19	324,50	0,70	S X19	961,75	4,75			
SM V19	324,90	0,70	S F20	970,25	4,50	<u>CORN</u>		
SM Z19	326,60	0,70				C H19	384,75	0,75
			<u>WHEAT</u>			C N19	398,75	1,00
EURO	1,13256		W H19	521,00	-4,25			
			W N19	536	-1,25			

SOY PRODUCTS

Market Lifts Back Up Following Initial WASDE Slide: U.S. grain futures perked back up after initially sliding following the afternoon release of the World Agricultural Supply and Demand Estimate (WASDE). Analysts noted that although the report arrived in line with predictions, waiting for more clarity on the U.S.-China trade truce may be more prudent.

"My take is that the futures market is awaiting hard evidence/hard news of fresh Chinese soybean purchases sometime between now and the end of the week," said Mike Zuzolo of Global Commodity Analytics and Consulting.

Corn Finishes Up Despite Cut in Ethanol Usage: Corn futures for March delivery finished slightly higher Tuesday, despite the USDA confirming it expects lower corn usage for ethanol -- reducing its bushel projection by 50 million to 5.6 billion bushels. Additionally, the USDA expects to see higher foreign corn production in Ukraine, the European Union, and Thailand.

However, the market was not shocked by the development.

"The 50 mbu reduction in ethanol usage was the most dramatic change from the USDA today, but this was also not a complete surprise as margins have been struggling and plants have been slowing grind for the last few months," said Doug Berman of RCM Alternatives.

Wheat Futures Down on Cut Forecast: The USDA said in the WASDE that it had lowered its U.S. wheat export forecasts by 25 million bushels, to roughly 1 billion, while raising ending supplies for 2018-2019 by 25 million bushels to 974 million. This caused wheat futures to close down 0.8% from Monday.

INSIGHT

Geopolitics Continue to Be the Chief Mover of Futures: News Tuesday that the U.S. and China have begun a new round of trade talks, with a phone call between U.S. Treasury Secretary Steven Mnuchin, U.S. Trade Representative Robert Lighthizer, and Chinese Vice Premier Liu He discussing the purchasing of U.S. agricultural products by China, inspired new hope that President Trump's promises may come true. Soybeans continue to be the main commodity to watch by analysts assessing the likelihood of China's re-entry to buying U.S. agriculture.

CBOT MORNING SESSION

<u>MEAL</u>		<u>BEANS</u>		<u>OIL</u>				
ZM Z18								
ZM F19								
ZM H19	309,90		ZS F19	918,00	3,00	ZL Z18	28,83	
ZM K19	311,90	1,00	ZS H19	931,00	2,75	ZL F19	29,07	0,12
ZM N19	315,60	1,00	ZS K19	943,50	2,75	ZL H19	29,33	0,13
ZM Q19	319,20	1,50	ZS N19	955,00	2,75	ZL K19	29,61	0,12
ZM U19	322,40	1,40	ZS Q19	959,00	2,25	ZL N19	29,88	0,12
ZM V19	323,90	1,20	ZS U19	958,75	1,75	ZL Q19	30,01	0,10
	325,20	0,50	ZS X19	962,75	1,00			
EURO	325,6	0,5				<u>WHEAT</u>		
GBP			<u>CORN</u>			ZW Z18	513,00	
	1,1326		ZC Z18	375,00	0,75	ZW H19	524,25	3,50
	1,1037		ZC H19	385,50	1,00	ZW K19	531,25	2,75
			ZC K19	392,75	0,50			

*Please note that Soyabrokers v.o.f. can not be held responsible for any errors occurring on this report.