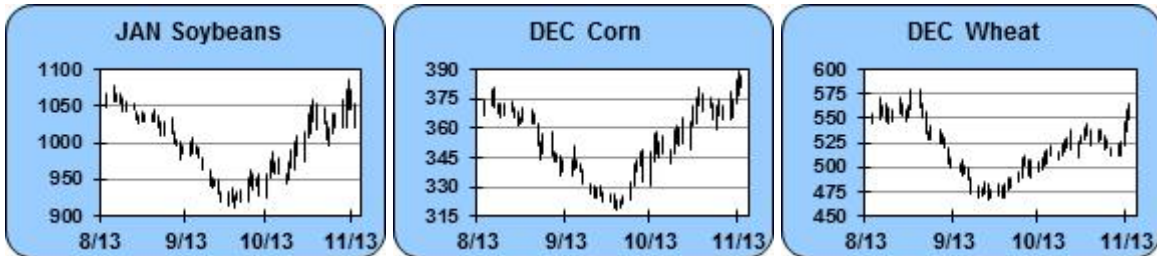


ADMIS DAILY GRAIN & LIVESTOCK MARKETS

Monday November 17, 2014

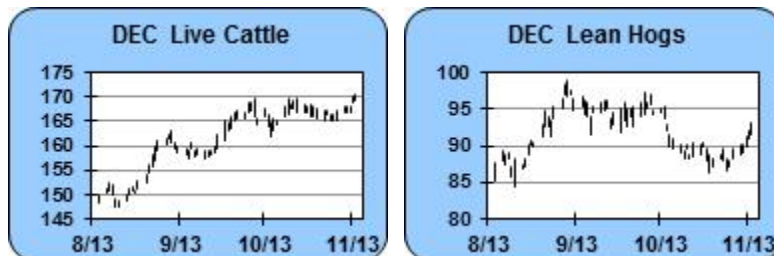


Grain Outlooks

BEANS: Soybean deliveries portray a very bearish supply scenario

CORN: Technically bullish, but we are buying acres and hurting demand

WHEAT: Weather concerns; funds still hold big short; helps to support.



Livestock Outlooks

CATTLE: Solid uptrend and more tightness ahead; cash at \$172!

HOGS: Active fund buyers hoping for PED and exports for support?

Overnight Price Changes

CORN -3.4, **SOY BEANS** -4.2, **BEAN OIL** -0.1, **SOYMEAL** -5.2

Grain Markets Fundamental Overview

SOYBEANS: More deliveries against the November soybean contract as well as the collapse in Gulf basis and spreads favor the bear camp heading into the new trading week. Talk of soymeal cargoes from the US being switched to South America and talk that Argentina soymeal is trading near a \$90/tonne discount to the US is adding to bearish market sentiment which is sparking aggressive long liquidation selling. A prominent analyst pegged 2015 planted area at 88.3 million acres for next year.

CORN: Talk of lower planted area for next year in the US and smaller crops for Brazil, Argentina and maybe Ukraine are helping to support the corn market along with bullish technical signals. While short-term demand continues to be bearish, the forward supply outlook suggests lower world production and we believe the market is currently accounting for this possibility. The 15-year trend yield is under 160 bushels/acre, but if we use a 163

yield and acreage falls 4 million acres, ending stocks slide to 1.12 billion bushels or just 8.1% stocks/usage.

WHEAT: Short-covering, some light weather concerns, fears of escalating Russian/Ukrainian tensions and supportive technical charts in wheat and corn are all seen as positive forces for the wheat market over the short-term. Frigid temperatures continue to put western Plains wheat at risk, although most see the odds of significant damage as slim to none. Export tenders are quiet with the rise in world prices over the last week, with EU wheat trading near 2-month highs.

LIVESTOCK FUNDAMENTAL OVERVIEW

CATTLE: Cash continues to lead the market higher and futures are still at a discount after last week's solid gains. December cattle closed above 170 but cash traded as high as \$172.00. February cattle closed 25 higher on the session Friday and up 290 for the week as all of the 2014 and 2015 contracts posted contract highs.

HOGS: Unless virus issues or exports emerge as more positive forces, the market looks to struggle to add to the recent strong uptrend. December hogs closed higher for the 7th session in a row on Friday, and pushed up to the highest price level since October 15th. Fund traders continue to be aggressive buyers with concerns growing that cold weather could re-spark PEDv supply issues.

TODAY'S GRAIN MARKET OUTLOOKS

SOYBEANS: January Soybeans closed 31 cents lower Friday and also closed 14 1/4 cents lower for the week. December Soymeal experienced a daily and weekly key reversal after posting contract highs on Wednesday, and ended up closing down \$10.50 for the week. With deliveries against the November contract, the sentiment of the market has shifted back towards a bearish bias and long liquidation is the risk. Support for January Soybeans is 1019 3/4 and 999 1/4. We expect the July/Nov spread to continue weakening, and a close below +25 would put contract lows in sight.

CORN: December corn gained 14 1/2 cents for the week. Uptrend channel support today comes in at 372 1/2. While it's difficult to fight the trend, higher prices from here will disrupt demand growth even further than it already has and the market will also buy acres next year. Fund and commercial trader positioning is not at extreme levels yet, but it could be by year-end if the current upside momentum continues. Resistance is at 385 1/2, 389 and then 405 3/4. Dec15 corn support is 414 1/2. Keep 438 1/4 as next upside target.

WHEAT: December Wheat closed 6 3/4 cents higher Friday and finished a whopping 46 cents higher for the week, as the market pushed up to the highest price level since September 2nd while closing higher for the fifth session in a row. Resistance comes in at 580 1/2 and 616, while support is at 536 3/4. Watch for set-back to at least 541.

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