

GRAIN COMMENTS FOR 1-14-2021

CORN

- Yesterday's weakness in the corn price attract buyers in today's trading session. Those was aggressive corn buyers that pushed the bean price 10 cents higher.
- Supply and demand are cooperating for the corn price to stay in an uptrend.
- This week's monthly supply and demand report showed a large reduction in corn inventory because of a decrease of 3.8 bushels per acre in the final production report for 2021.
- On the demand side, corn exports are strong as world corn importers turned active. China included in that group of countries. China local price for corn allows importing of our corn into their ports at a good value despite our high price.

WHEAT

- It was a rally day for the wheat price with double digit gains recorded in the Kansas City wheat futures.
- The entire grain complex posted solid gains at the end of the session. Grains traders are all on the same bullish page.
- The wheat has the least bullish fundamentals. Many analysts have little faith in the wheat price to continue to rally. They have been wrong as spillover fundamentals support the wheat price. Example; wheat is being used in feed ration at the cattle feed yards in western Kansas.
- Talk continues about wheat export tax on Russian wheat. The tax timeframe expected to be extended and the rate maybe increased.