



CURRENT TREND: Lower **REASON:** Some models looking for extended Argentine rains, CFTC shows fund rebounds

EXPORT INSPECTIONS @ 10 AM; USDA DECEMBER S&D TOMORROW @ 11 AM

MORNING TRIVIA: Most of the modern versions of these contain a row of 52 whites and 36 blacks...

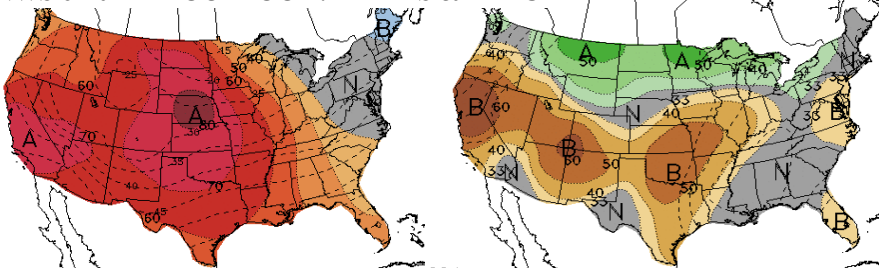
MARKET HEADLINES

- *Quick editorial:* Friday's COT report showed firmly positive net fund positions across the soy complex—the trade is taking some of that back this morning. ARG rains can be found in the extended maps but confidence is still low.
- South Korea's FLC bought 68k tonnes of optional-origin corn (either from the United States or South America) for April delivery, at \$189/tonne C&F.
- Russian customs data showed cumulative Jan-Nov wheat exports 24.5 MMT, up from 19.9 MMT in the first ten months of last year.
- Private analysts AgRural on Friday increased their 2017/18 Brazilian soybean production estimate from 110.2 to 112.9 MMT, not far below last season's record harvest now; summer corn production fell from 21.2 to 19.7 MMT.
- Safras & Mercado on Friday estimated forward sales of that '17/18 BRZ soy crop at 26.7%, or 30.6 MMT; that's down from 28% LY and the 33% 5YA.
- Russian consultancy SovEcon raised their 2017 grain production estimate from 134.1 to 134.3 MMT, with wheat up from 83.9 to 84.2 MMT; '18 grain output is seen at 128.2 MMT, with wheat at 76.7 MMT (both unchanged).
- Friday afternoon's Disaggregated CFTC Report showed managed money traders adding nearly 39k net corn contracts on the week ending last Tuesday (12/5), nearly in line with trade estimates for once—as were the rest of the grains for the most part. Beans and meal both added almost 25k net each there, with oil down 13.2k net on the week. Producers and merchants subsequently cut 38.2k net corn along with a -28k net beans and -36.5k meal, with net negatives across the rest of the grain complex in that category as well.
- *CBOT December deliveries:* corn 39 contracts, with next trade date 12/6; meal 192 contracts and 12/8; oil 121 & 12/8; Chi wheat 285 & 12/8/17.
- '17/18 *USDA Carryout Estimates (bln bu):* Avg Est / Est Range / Nov USDA Corn: **2.478** / 2.394-2.517 / 2.487 Beans: **0.438** / 0.425-0.486 / 0.425
Wheat: **0.938** / 0.925-0.960 / 0.935
- '17/18 *World Carryout Estimates (MMT):* Avg Est / Est Range / Nov USDA Corn: **202.72** / 195.7-205.0 / 203.86 Beans: **97.82** / 95.2-99.0 / 97.90
Wheat: **267.07** / 264.0-270.0 / 267.53
- '17/18 *S.A. Production Estimates (MMT):* Avg Est / Est Range / Nov USDA ARG Corn: **41.77** / 41.0-42.0 / 42.0 ARG Soy: **56.52** / 54.0-57.0 / 57.0
BRZ Corn: **93.26** / 86.9-95.0 / 95.0 BRZ Soy: **108.2** / 107.6-109.0 / 108.0
- *Export Inspections Estimates (000 tonnes):* Estimate Range / Last Week Corn: **600-900** / 586.2 Beans: **1300-1800** / 1800.5 Wheat: **300-500** / 409.6

WEATHER UPDATE

- Northern Brazil was wet over the weekend and chances remain this week, before rains shift southward next week into the extended maps. Argentina saw very scattered and light precip over the weekend—the same applies this week for key growing areas, before chances improve for the 6-10 & 11-15 day.

NWS 6-10 DAY OUTLOOK: TEMPS & PRECIP



CFTC MANAGED MONEY & RECORD (Since June 2006) POSITIONS:

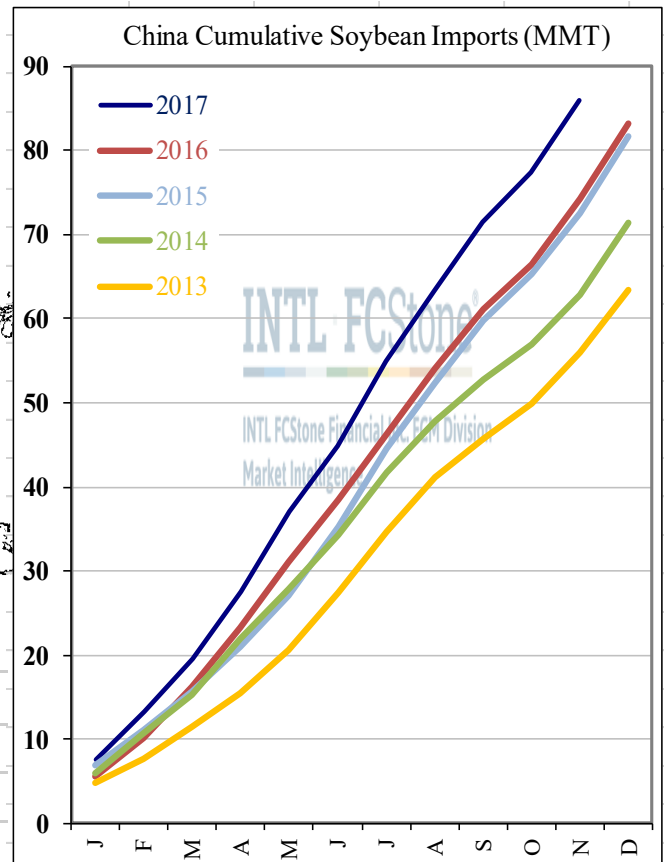
	Corn	Beans	Meal	Oil	Chi Wheat	KC Wheat
Daily	3,000	-6,000	-5,000	6,000	-3,000	0
Est Net	-162,061	27,885	46,971	20,075	-133,379	-21,428
Rec +	409,444	260,433	98,846	125,722	73,662	72,845
Rec -	-242,884	-101,752	-54,855	-63,489	-171,269	-30,005

NIGHT SESSION (to 7:00 AM): Grain Volume: 106,298

Symbol	High	Low	Last	Chg	Vol
CZ7	340.00	338.75	338.75	-1.25	142
CH8	352.25	350.75	351.00	-1.75	11,199
CK8	360.50	359.25	359.25	-1.75	2,440
WH8	418.75	413.50	414.75	-4.25	10,423
KWH8	418.25	413.75	415.00	-3.00	3,218
SF8	989.00	982.25	982.75	-7.00	16,854
SH8	1001.00	994.00	994.50	-7.00	6,928
SK8	1012.00	1005.00	1005.50	-6.75	1,267
SMF8	331.80	327.00	327.50	-4.20	9,210
BOF8	33.70	33.39	33.45	-0.17	9,688
CLF8	57.37	56.91	57.19	-0.17	125,214
DXY	93.89	93.71	93.77	-0.11	11,362

FUNDAMENTAL UPDATE

Today's chart shows cumulative Chinese soybean imports (from all destinations), for each calendar year since 2013 and for the first 11 months of 2017, according to official customs data from the country. November '17 imports of 8.68 MMT were the sixth-highest tally for any single month on record (10.1 MMT in July was the high-water mark) with cumulative Jan-Nov imports just shy of 86 million tonnes so far, up from 75 MMT at this point last season and already exceeding the entire calendar 2016 total.



This material should be construed as market commentary, merely observing economic, political and/or market conditions, and not intended to refer to any particular trading strategy, promotional element or quality of service provided by the FCM Division of INTL FCStone Financial Inc. The FCM Division of INTL FCStone Financial Inc. is not responsible for any redistribution of this material by third parties, or any trading decisions taken by persons not intended to view this material. Information contained herein was obtained from sources believed to be reliable, but is not guaranteed as to its accuracy. Contact designated personnel from the FCM Division of INTL FCStone Financial Inc. for specific trading advice to meet your trading preferences. These materials represent the opinions and viewpoints of the author, and do not necessarily reflect the viewpoints and trading strategies employed by the FCM Division of INTL FCStone Financial