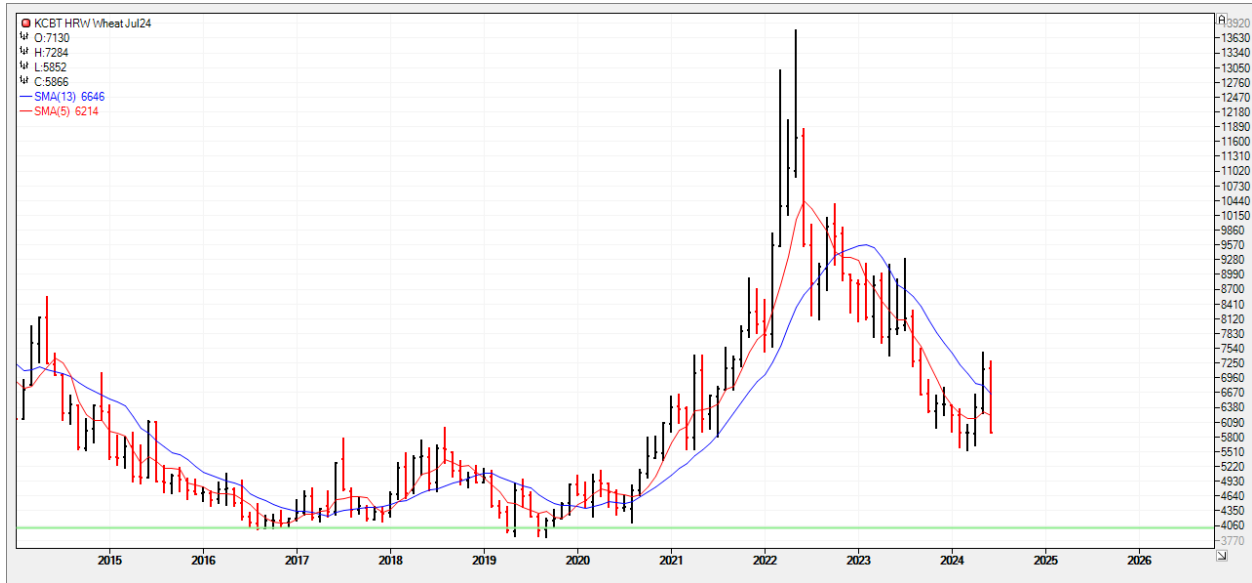


Hello Colorado Wheat.

The **KC** wheat market is much closer to the bottom. How do I know that? It **dropped 46c** this week, and this long-term continuous KC wheat chart suggests it can't drop more than another \$5.81.



I'm being facetious of course, as the chart seems to suggest good support exists around \$4.00. That's less than a Two Buck Chuck away. That's the good news. My unsold wheat inventory is asking "where is that \$2 Buck Chuck when we need it?"



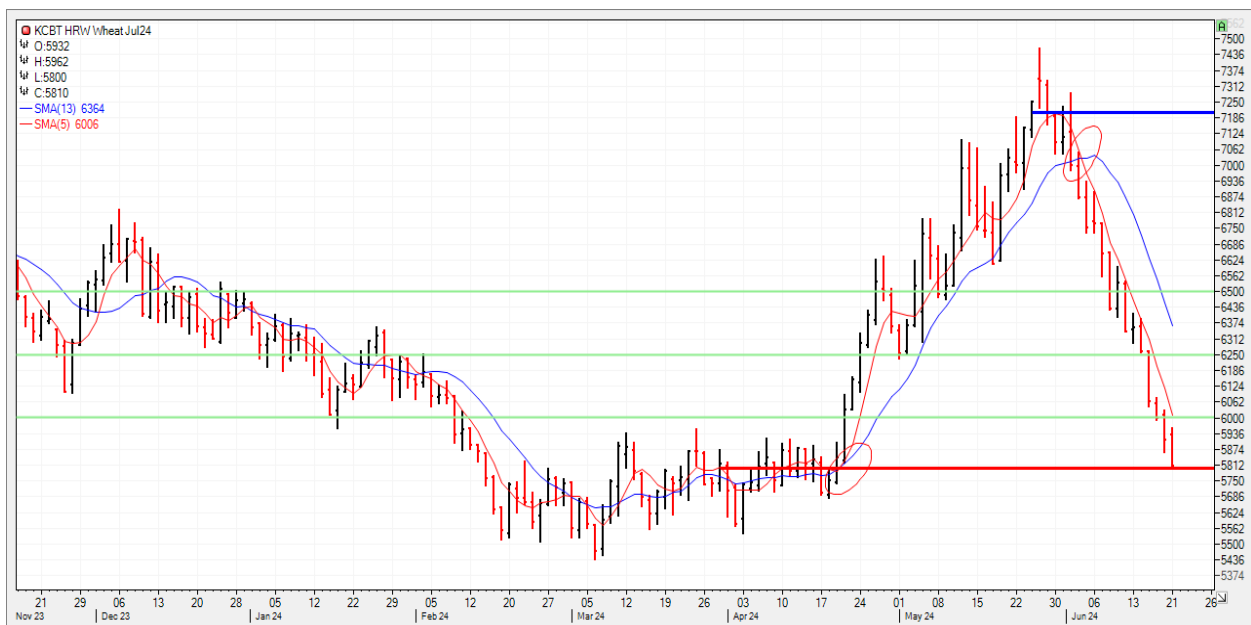
Neil Diamond sang it best..." Ah, Cracklin' Rosie get on board. We're gonna ride 'til there ain't no more to go, taking it slow..." Actually, at this stage of the game, I'm ready for it to be done fast.

Charts and discussions follow, with the goal of giving you useful information to help you with the business of marketing your crops. My disclaimer remains the same: these are my sometimes rapidly changing opinions. ALSO, USE THE BEST MANAGEMENT PRACTICES YOU CAN. STUDIES SHOW GOOD MANAGEMENT ADDS AN AVERAGE OF 13 BU/ACRE; IT PAYS FOR ITSELF

Is corn the “good news” on this table as it was only down 15c?... No. There is no good news shown.

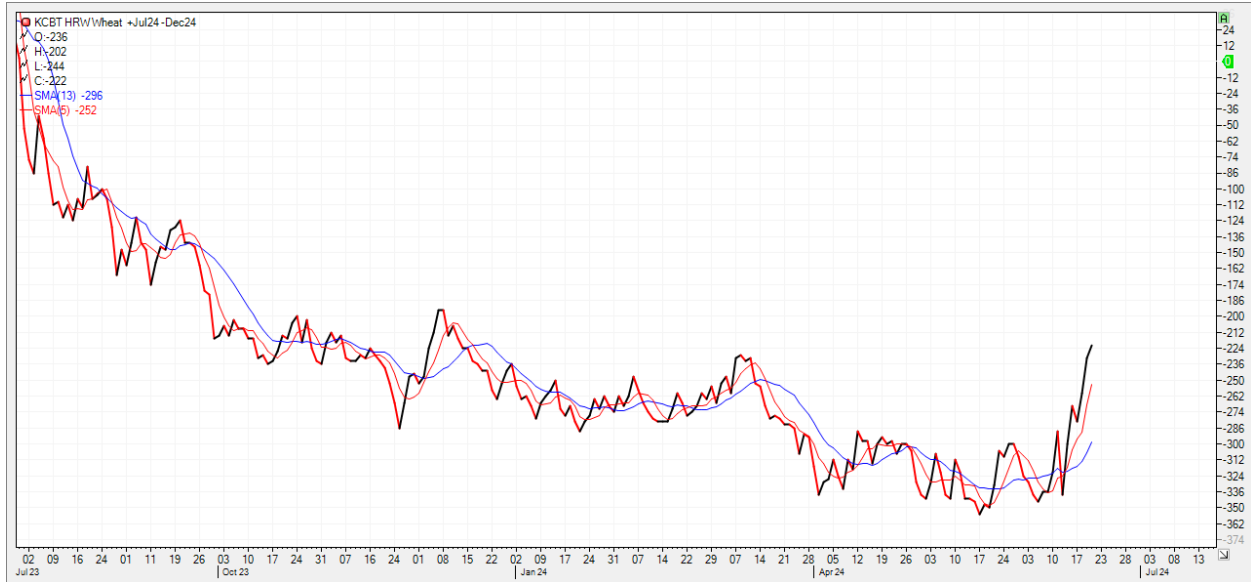
	JULY'24 HRW	DEC '24 HRW	JULY'24 corn	DEC '24 corn	Chgo N wheat	Springs JULY (N)	JULY'24 beans	NOV 24 beans	Crude oil	S&P (M)
CLOSE	KWN24	KWZ24	CN24	CZ24	WN24	MWN24	SN24	SX24	CRD23	ES23
06/21	\$5.81	\$6.03	\$4.35	\$4.53	\$5.62	\$6.12	\$11.61	\$11.20	\$80.73	\$5534
06/14	\$6.28	\$6.55	\$4.50	\$4.70	\$6.13	\$6.56	\$11.80	\$11.50	\$78.45	\$5458
06/07	\$6.66	\$7.00	\$4.49	\$4.67	\$6.28	\$6.95	\$11.79	\$11.58	\$75.53	\$5356
05/31	\$7.09	\$7.42	\$4.46	\$4.67	\$6.79	\$7.40	\$12.05	\$11.85	\$76.99	\$5299
05/24	\$7.21	\$7.53	\$4.65	\$4.88	\$6.97	\$7.53	\$12.48	\$12.20	\$77.72	\$5322
05/17	\$6.62	\$6.97	\$4.53	\$4.77	\$6.51	\$7.12	\$12.28	\$12.03	\$80.06	\$5327
05/10	\$6.73	\$7.05	\$4.70	\$4.92	\$6.64	\$7.20	\$12.19	\$12.06	\$78.26	\$5246
05/03	\$6.50	\$6.83	\$4.60	\$4.83	\$6.23	\$7.15	\$12.15	\$12.01	\$78.11	\$5155
04/26	\$6.54	\$6.85	\$4.50	\$4.74	\$6.22	\$7.04	\$11.77	\$11.75	\$83.85	\$5132
04/19	\$5.83	\$6.12	\$4.43	\$4.66	\$5.67	\$6.53	\$11.66	\$11.61	\$82.22	\$5004
04/12	\$5.87	\$6.17	\$4.47	\$4.72	\$5.71	\$6.50	\$11.87	\$11.76	\$85.66	\$5168
04/05	\$5.80	\$6.11	\$4.47	\$4.73	\$5.82	\$6.57	\$11.97	\$11.85	\$86.91	\$5253

We might show a KC July wheat chart next week, but only for posterity, as it will be history...so in case we don't, here's the KC July...going back to where this thing started.



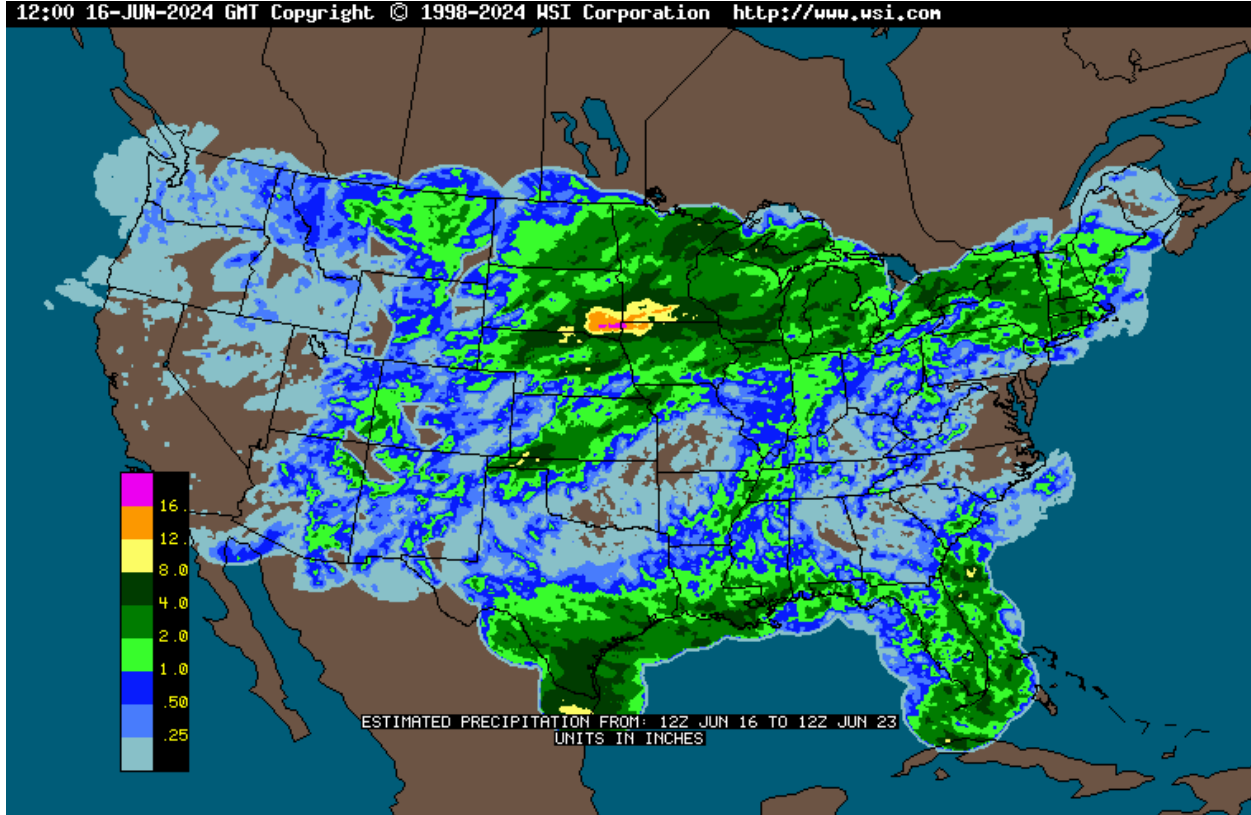
Right back to that old red line at \$5.80. Amazing in a bad way...I guess that's amazingly bad.

Not only that, but the KC July-Dec calendar spread has narrowed 12c...reducing incentive to hang on. Might as well "Kick 'em while they're down!" ...why not? When it rains, it hails.



Anyway...what this probably means...is the KC Z'24 just continues to sink until it gets to where the KC July is...around \$5.80, with 25c of slop underneath that. Just awesome. Not.

Rain at wheat harvest time...is usually not what the doctor ordered.

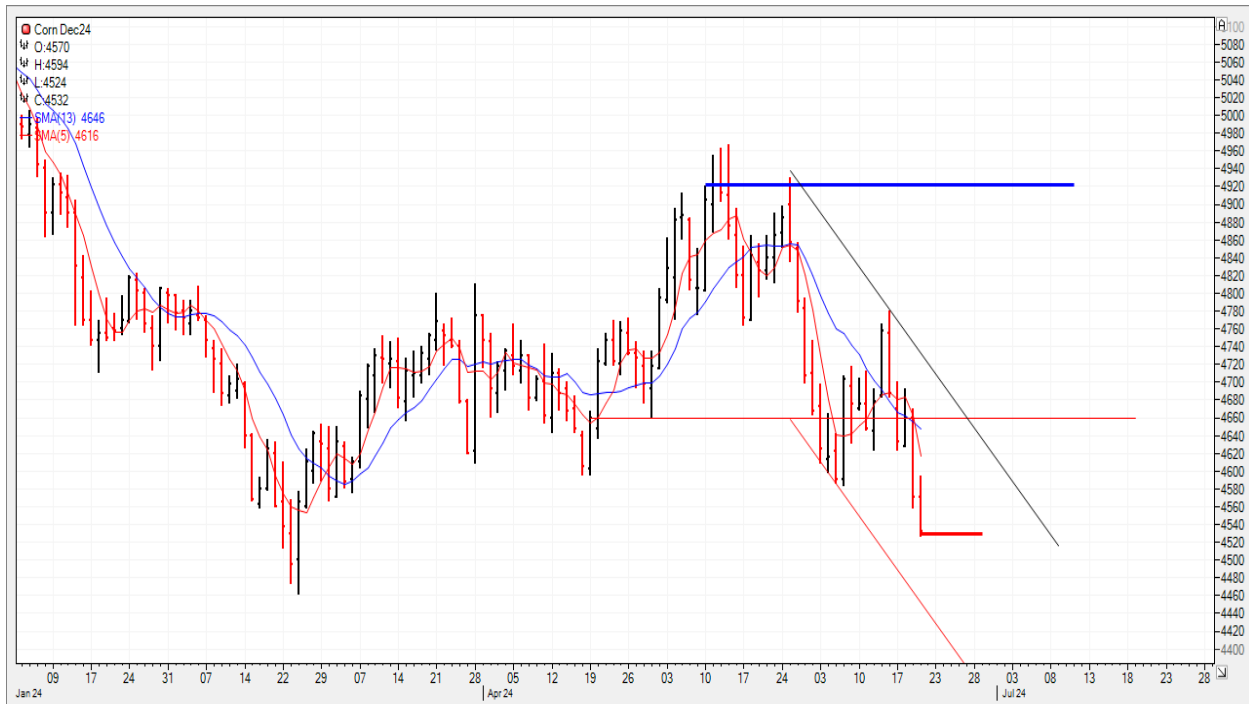


And some farmers in the SE SD, NE NE, NW IA SW MN 4 corners area have had plenty of rain:

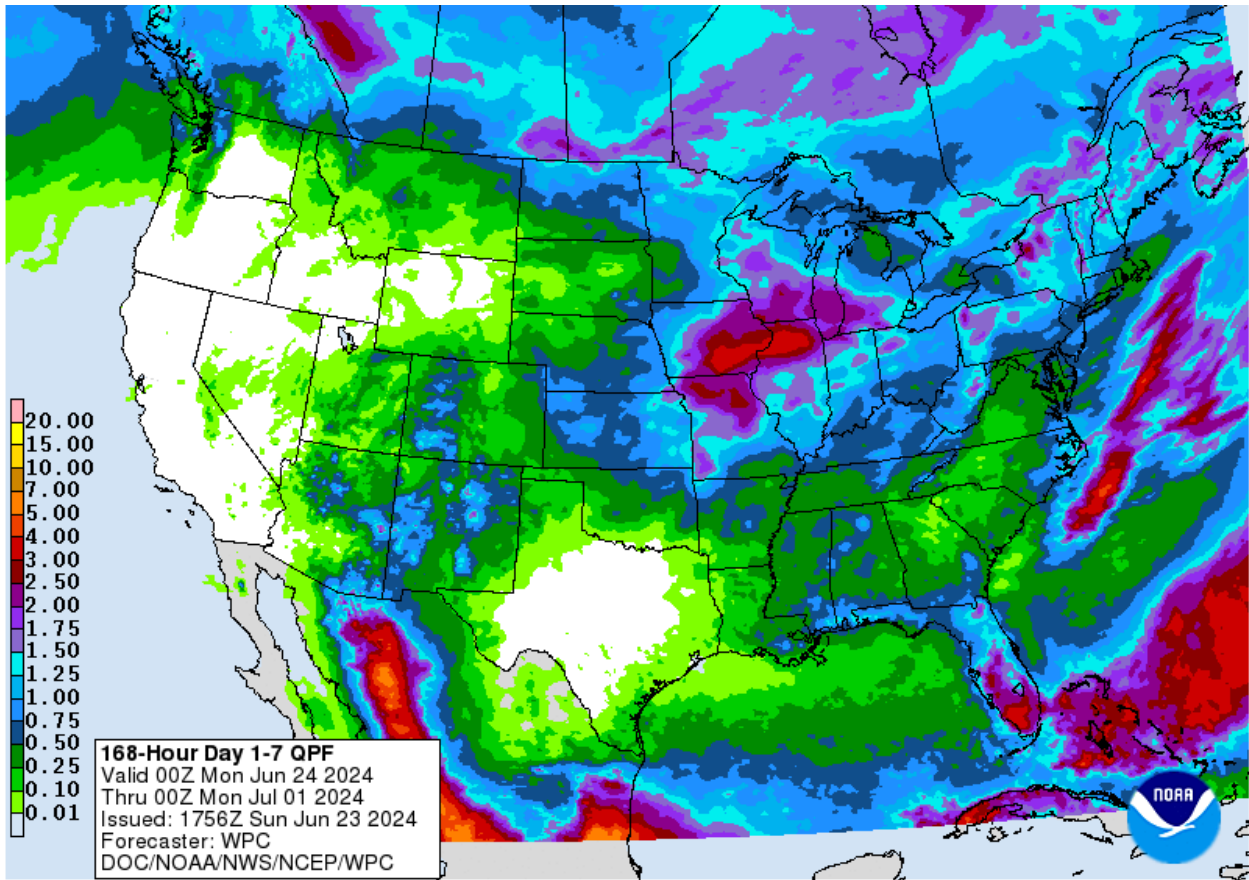


but...so far, that hasn't stopped Dec corn from sinking. (You know it's bad when the corn futures brokers blame corn's weakness on wheat.)

Dec corn setting a new red line 13c lower than the previous red line:



This week's forecast just shifts the pain a little more south east of that photo...



Even soybeans piled it on, dropping 30c, setting a new red line now exactly a dollar lower than the Blue line. One of these days...beans will say it's too wet, but not last week.



Actual export loadings weren't bad for beans or wheat, and corn was good ... although corn export sales were not very good. The very firm local domestic basis is crimping new corn export sales. I saw the North Central Colorado corn basis is posted at +110! \$5.45/bu for old-crop corn is about 75c bu premium to the lowest posted Colorado wheat bid! (Which proves...when we talk about corn supporting wheat, it's no guarantee.)

WEEK ENDED (06/13/24)	Weekly loadings	Accumulated in season (FGIS)	Estimated fudge factor	Total loaded est*	USDA projection	Amount needed	Weeks to go	Bu per week needed
Corn	50.6	1590.9	175	1766	2,150	384	11	34.9
Soybeans	12.3	1501.9	60	1562	1,700	138	11	12.5
All wheat	12.8	24.7	67	92	800	708	50	14.1
Milo	0.05	202.4	5	207	245	38	11	3.5
LAST update								
Corn	52.7	1540.2	175	1715	2,150	435	12	36.2
Soybeans	8.5	1489.5	60	1550	1,700	150	12	12.5
All wheat	12.9	10.9	67	78	800	722	51	14.2
Milo	7.1	202.4	5	207	245	38	12	3.2

Wheat export sales brightened up a little, at 21.6 mil bu, including a boat of HRW and a boat of SRW to Brazil. How “supportive” that is is of course debatable, but it does point out that the USQ is cheap enough to do some “semi-not mundane” export biz. At least we’ve shut off Russian wheat going to Brazil. Last year (calendar year maybe?), estimates are Russia exported 900,000 mt to Brazil. <https://interfax.com/newsroom/top-stories/100783/#:~:text=MOSCOW.%20March%2026%20%28Interfax%29%20-%20Russia%20exported%20900%2C000,center%20said%2C%20citing%20data%20from%20ITC%20Trade%20Map.>

We see the posted Gulf HRW to-arrive bids are higher again:

GULF date	12 pro	11's	diff
6/21/2024	115	100	15
6/14/2024	110	90	20
6/7/2024	105	70	35
5/31/2024	105	70	35
5/24/2024	105	70	35

And we do see some posted higher basis bids in the country

Date	SE Colorado	Chey. Wells	Burlington	Holyoke area	Roggen area
06/21	\$5.21-\$5.26	\$5.41	\$4.81-\$4.91	\$4.76-\$5.01	\$5.16-\$5.61
06/14	\$5.48-\$5.73	\$5.78	\$5.28-\$5.38	\$5.23-\$5.48	\$5.58-\$6.08
06/07	\$5.71-\$6.11	\$6.16	\$5.66-\$5.76	\$5.61-\$5.86	\$5.61-\$6.46
05/31	\$6.14-\$6.54	\$6.24	\$6.09-\$6.19	\$6.04-\$6.24	\$6.19-\$6.89
05/24	\$6.26-\$6.66	\$6.36	\$6.16-\$6.26	\$6.16-\$6.36	\$6.31-\$7.01
BASIS	SE Colorado	Chey. Wells	Burlington	Holyoke	Roggen area
06/21(N)	-60, -55	-40	-100, -90	-105, -80	-65, -20
06/14(N)	-80, -55	-50	-100, -90	-105, -80	-70, -20
06/07(N)	-95, -55	-50	-100, -90	-105, -80	-105, -20
05/31(N)	-95, -55	-85	-100, -90	-105, -85	-90, -20
05/24(N)	-95, -55	-85	-105, -95	-105, -85	-90, -20
Date	Concordia	Salina	Hutch/Wichita	Ark City	
06/21(N)	-25	-10, -08	-27, -02	-40	
06/14(N)	-30	-15, -10	-30, -05	-40	
06/07(N)	-30	-20, -15	-35, -10	-40	
05/31(N)	-30	-25, -15	-35, -10	-40	
05/24(N)	-30	-25, -15	-35, -10	-40	

Firmer export basis with sales to Brazil, leads to firmer basis at the central Kansas terminals, leads to tighter calendar spreads in the face of harvest, which is slowly making progress.

One of these days...all of that will be deemed as supportive, if not outright friendly.

One of these days...

Besides that tidbit, we see India might actually go ahead with some wheat imports. There is some disagreement that India's wheat production really hit 114 mmt

<https://thediplomat.com/2024/06/rising-temperatures-threaten-indias-wheat-production/> and

thus we heard more talk about India dropping their wheat import duty <https://www.msn.com/en-in/news/India/india-to-resume-wheat-imports-by-duty-cut-make-open-market-sales-to-cool-prices/ar-BB1oK38q?ocid=BingNewsSerp> When they finally get it done, more than likely this will be 3 or 4 mmt of Russian wheat. The very latest Indian news is they are imposing a “stock limit” to reduce “hoarding”...<https://economictimes.indiatimes.com/news/economy/agriculture/india-imposes-limits-on-wheat-stocks-may-cut-import-tax/articleshow/111225313.cms>

I was going to include a story about how hot it is everywhere...but it’s actually been cold in Australia (they are in winter) ...<https://www.msn.com/en-au/news/australia/australias-coldest-towns-revealed-following-week-long-cold-snap-across-eastern-australia/ar-BB1oHVvP?ocid=feedsansarticle>

and speaking of cold in the middle of the national heat wave...Montana had a snowstorm up in the mountains last week.



Last week's Conditions report showed a 14 point INCREASE in Montanan's conditions, whereas Colorado's conditions DECREASED 10 points. Maybe it all averages out.

Anyway...one of these days...wheat will obviously be cheap enough.

It might be pretty soon.

The Funds (or anyone smart enough to get onboard a trending market...) are short wheat (and corn and beans) and probably **will try to make their position look good for the quarter end, which is this Friday**. Also...this Friday...NASS will release 2 big reports, Grain Stocks, and Acreage, and those figures will then be used in the July WASDE update two weeks from now (when we'll see the first official USDA look at wheat by class) ...plus by then, in 2 weeks this HRW harvest will be in wrap-up stages in the Great Plains and heading north.

SO...the timing for a rally, or at least "quit going down" ...is finally about right.

In the meantime...where's that Two Buck Chuck?

Good luck with your harvesting.

Stay Safe. Slow Down.