

December 6, 2023

Weather:

- Tropical Cyclone Jasper formed south southwest of Honiara in the Solomon Islands of the southwestern Pacific Ocean Tuesday. The storm was expected to strengthen while over open water and then weaken as it approaches the upper Queensland Pacific Coast next week
- Argentina will experience drier biased weather in this first week of the outlook followed by a boost in rainfall and soil moisture during the second week maintaining a favorable outlook for summer crops. Favorable planting progress is expected during the drier days
- <u>Brazil weather</u> will be driest in the northeast while periodic showers and thunderstorms occur elsewhere
 - o Rainfall will be most frequent and significant in southern Brazil and most sporadic and light in Mato Grosso at least in this first week of the outlook
- · Paraguay rainfall will also continue frequent and abundant during the next ten days
- South Australia and Victoria, Australia rainfall Friday through next week may be too great and too frequent to protect unharvested wheat and barley crops
 - o Grain quality may decline in some areas
- <u>Eastern China</u> will experience three waves of snow and rain during the next ten days. The snow will protect dormant winter crops in the North China Plain and Yellow River Basin from colder weather expected next week and into the following weekend
- <u>Bitter Cold in Russia</u> will shift southeast into Kazakhstan and eventually to Mongolia and eastern China during the coming week to ten days. Winter crops are expected to be adequately protected from the cold by snow that covers the ground in the coldest areas
- Europe temperatures will be warming up over the coming week to ten days
- **Northwestern Europe** will experience waves of rain and strong wind during the coming week possibly leading to some flooding
- Eastern Europe and the western CIS will experience very little precipitation into the weekend and temperatures will be quite cold, but warming is likely thereafter and precipitation will increase once again as well
- **South Africa's summer crop region** that has been dry in recent weeks will get a boost in rainfall this weekend into next week that will improve planting prospects
- · <u>India</u> will experience less rain now that Tropical Cyclone Michaung has dissipated, although rainfall of 1.00 to 3.00 inches may impact parts of Odisha, West Bengal, Chhattisgarh and Jharkhand as well as Bangladesh over the next couple of days
- A snowstorm in Canada's Prairies has been shifted to the south and expanded to the west for Thursday and Friday; the system seems to be overdone with snow accumulations

and moisture content likely too great. Snowfall of 3 to 9 inches is expected, although some computer forecast models suggest more than foot (12 inches) of accumulation is likely

- U.S. Plains dryness will continue for another week and possibly longer
 - o The overnight forecast models are trying to induce a new southern Plains storm for mid-month
- **Lower and eastern U.S. Midwest** is still advertised to get waves of precipitation over the next two weeks, though it is lighter than that advertised Tuesday
- $\cdot \quad \underline{\text{U.S. Delta and southeastern states}}$ will see a good mix of weather in the next two weeks
- Stormy weather will continue along the **<u>U.S. Pacific Northwest Coast</u>** into next week

News:

- USDA reported private sale of 136,000 metric tons of soybeans for delivery to China during the 2023/2024 marketing year and a sale of 372,000 metric tons of soft red winter wheat for delivery to China during the 2023/2024 marketing year.
- Grain trade sources reported around 50,000 mt of Soymeal was bought in a private deal by South Korea's Major Feedmill Group, according to trade sources.
- Nonghyup Feed reportedly bought between 55,000 to 68,000 mt of feed Corn and around 65,000 mt of feed Wheat.
- Grain trade sources Tuesday afternoon reported 180,000 mt of Wheat was bought by Egypt's GASC. The total includes 120,000 mt of Russian origin and around 60,000 mt of Ukrainian wheat.
- Grain trade sources say between 450,000 to 500,000 mt of Durum Wheat was bought by Algeria's state grain buyer. The trade indicates somewhere between 50,000 and 100,000 mt of the total was of Mexican origin with the remainder was Canadian origin.
- Australia's weather bureau reported November rainfall was 37.8% higher than the average over 1961 to 1990, but the entire spring rainfall totals were -20.1% lower and at the lowest point since 2019. September rainfall was a record low and October's was the fifth lowest.
- Russia's winter crop conditions are better than average, with only 4% rated poor, a
 meteorological official said. The head of Russia's state weather center noted the fiveyear average is an 8% poor rating. World Weather Inc. says, "Bitter cold in Russia
 will shift southeast into Kazakhstan and eventually to Mongolia and eastern China
 during the coming week to 10 days. Winter crops are expected to be adequately protected from the cold by snow that covers the ground in the coldest areas.
- Brazil's ANEC projects 2023 Brazil Soybean exports will reach 101.1 mmt, that compares with the 77.8 mln mt export in 2022. Brazil 2023 Soymeal exports are projected at 22.34 mln mt, up from the 20.39 mln mt exported in 2022, according to the group. Corn exports are projected to reach 55.94 mmt, that compares with the 44.69 mln mt export in 2022.

Source: WASDE and estimates by Reuters.

US Carryout 2023-24

	Wheat	Corn	Soybeans
Average trade estimate	0.673	2.226	0.252
Highest trade estimate	0.690	2.822	0.345
Lowest trade estimate	0.596	2.100	0.231
USDA November	0.684	2.156	0.245

World Carryout 2023-24

	Wheat	Corn	Soybeans
Average trade estimate	256.98	312.00	111.50
Highest trade estimate	262.00	315.00	116.80
Lowest trade estimate	241.42	309.50	106.23
USDA November	258.69	314.99	114.51

South America production estimates 2023-24

	Argenti	na	Brazil			
	Corn	Corn Soybeans		Soybeans		
Average trade estimate	54.83	48.20	127.00	160.16		
Highest trade estimate	55.00	50.00	129.00	161.90		
Lowest trade estimate	53.50	46.00	125.00	156.00		
USDA November	55.00	48.00	129.00	163.00		

Gulke Group 2024 Winter Palm Springs Conference Rancho Las Palmas in Rancho Mirage, CA on Feb. 21-23. Current speakers include Drew Lerner on Weather, Roger Wallace on Livestock, Jamie Wasemiller on insurance, Michael Drury on economy and Jerry Gulke. New Addition: Brian Phillips has agreed to preset his views via computer.

The conference will start at noon on Wednesday (Feb. 21) and conclude around noon on Friday (Feb. 23). The fee is \$695 for the conference for clients and \$2000 for nonclients. A second person within the household/company \$555. Sign up by calling or texting Jamie at 707-365-0601.

GROUP RATES: Rooms for Tuesday-Friday will be \$299 + tax. Available on days before and after the conference. In case you want to extend your stay: The cut-off date is January 16, 2024. Call the Omni at 1-800-843-6664 to make your room reservations and mention the Gulke Group.

Technicals	icais:
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Market Fundamentals:

Yesterday's Trades: No new trades.

COMMENTS: No New Advice

Markets look about the same as yesterday's charts indicated. Pullbacks finding support with wheat on fire and likely leading corn. A LOT of media types look/sound confused and directionless and a rally in corn is not in their DNA. Information gathered from our long-time sources suggest crops in Brazil, including corn, are a bigger concern than market gives credit for. So we continue to be lacking in trading but long in bin and in the field for 2024/25 for now—see position matrix.

Livestock is very volatile and not for the faint of heart.

Economy outlook still rather positive but in an area where 5% interest rates on cash and even some stocks that will likely be sold in next 30 days when/if we see signal to do so.

Politically a lot of confusion both in US and globally also having an effect on outlook and inflation. Gasoline is now under \$3 at Costco in Rockford, IL

Planted acres for 2024 going to be important as S America gets more certain in Feb/March if not before as these are futures markets not passed markets.

PHONE MESSAGING--- if you are not on our daily phone messaging this is a year where you may want to be!

	Gulke GroupS	pec Table Buy	/Sell Stops		(*New Posi	tions in BOLD)		
		12/6/2023		Today's	s Stops	Current Position*		
	<u>High</u>	Low	Close	Buy	<u>Sell</u>	Long	Short	
CH24	490 3/4	483 1/2	490 1/2	498 1/4	482 3/4	483		
CN24	510 1/4	504 3/4	510 1/4	516 1/4	504 1/4	504 1/2		
SF24	1315 1/4	1294	1305 1/2	1327 1/4	1283 3/4		1330	
SN24	1358 1/4	1339 1/2	1350 1/4	1369 1/2	1331		1369 1/4	
SMF24	418.8	406.5	417.8	430.3	405.4		434.1	
BOF24	51.52	49.56	50.26	52.72	47.80		49.73	
WH24	636 1/4	616 1/4	631 1/4	651 3/4	610 3/4	624 1/4		
WN24	656 1/2	639 1/4	651 1/2	669 1/4	633 3/4	647 3/4		
KWH24	670	653 1/2	662 3/4	679 3/4	645 3/4	619		
MWH24	745	730 1/4	739	754 1/4	723 3/4	727 3/4		
LCG24	169.500	166.775	168.975	171.900	166.050		171.900	
LCM24	168.300	165.850	167.850	170.800	164.900		166.675	
LHG24	70.500	68.900	69.350	71.150	67.550		73.125	
LHM24	93.200	91.800	92.350	93.950	90.750		89.875	
FCF24	215.600	210.175	214.700	220.325	209.075		236.600	
CTH24	79.95	78.65	79.680	81.18	78.18		79.25	
CTK24	80.58	79.40	80.270	81.50	79.04	81.69		
SBH24	25.90	24.81	24.960	26.10	23.82		27.40	
GCG24	2059.6	2027.6	2037.70	2070.20	2005.20		2047.50	
NRH24	17.26	17.07	17.08	17.30	16.86		17.510	
DJZ23	36249.00	36066.00	36189	36392	35986	33799		
CLF24	74.12	72.02	72.32	74.62	70.02		76.79	
NGF24	2.786	2.675	2.710	2.836	2.584		2.842	
DXZ23	104.04	103.495	103.900	104.65	103.16	103.510		
USH24	119 17/32	117 27/32	119 13/32	121 11/32	117 15/32	118 9/32		

RESULTS HAVE MANY INHERENT LIMITATIONS, SOME OF WHICH ARE DESCRIBED BELOW. NO REPRESENTATION IS BEING MADE THAT ANY ACCOUNT WILL OR IS LIKELY TO ACHIEVE PROFITS OR LOSSES SIMILAR TO THOSE SHOWN. IN FACT, THERE ARE FREQUENTLY SHARP DIFFERENCES BETWEEN HYPOTHETICAL PERFORMANCE RESULTS AND THE ACTUAL RESULTS SUBSEQUENTLY ACHIEVED BY ANY PARTICULAR TRADING PROGRAM.

ONE OF THE LIMITATIONS OF HYPOTHETICAL PERFORMANCE RESULTS IS THAT THEY ARE GENERALLY PREPARED WITH THE BENEFIT OF HINDSIGHT. IN ADDITION, PROGRAM IN SPITE OF TRADING LOSSES ARE MATERIAL POINTS WHICH CAN ALSO ADVERSELY AFFECT ACTUAL TRADING RESULTS. THERE ARE NUMEROUS OTHER FACTORS RELATED TO THES IN GENERAL OR TO THE IMPLEMENTATION OF ANY SPECIFIC TRADING PROGRAM WHICH CANNOT BE FULLY ACCOUNTED FOR IN THE PREPARATION OF HYPOTHETICAL PERFORMANCE RESULTS AND ALL OF WHICH CAN ADVERSELY AFFECT ACTUAL TRADING RESULTS.

THE GULKE GROUP HAS HAD LITTLE OR N\O EXPERIENCE IN TRADING ACTUAL ACCOUNTS FOR ITSELF OR FOR CUSTOMERS. BECAUSE THERE ARE NO ACTUAL TRADING RESULTS TO COMPARE TO THE HYPOTHETICAL PERFORMANCE RESULTS, CUSTOMERS SHOULD BE PARTICULARLY WARY OF PLACING UNDUE RELIANCE ON THESE HYPOTHETICAL PERFORMANCE RESULTS. This composite performance records are hypothetical and are used as a guide for position tracking purposes. Execution prices are an average execution price of the first ten trades recorded after advice has been posted and are net of average round turn commissions of \$33.00 for futures and \$36 for options and round turn fees of \$5.24 for grains and \$5.40 for livestock. In the event less than 10 trades are executed, prices will be determined by looking at fills, in relation to when the advice was given to clients, and a commonsense price will be determined. The closing price on the previous day is used to determine the P/L listed in the Morning Comments. One of the limitations of a hypothetical composite performance records is that client decisions relating to the recipient's advice may or may not elect to act upon such advice and timing of execution by clients of advice may create a difference in the execution price represented in the matrix below. Therefore, composite performance records may differ which may materially affect trading results.

2023 Car	HYPOTHETICAL HE	Some Pu	OI HOR WA	IIIIA	2023 COVD	12/6/2023				2022 MILEAT	margin= \$2450			
	- margin= \$1625	D.:	04 1	0/11.1		EANS - margin= \$2500	Date	04.1	0/ 11- 1		- margin= \$2450	In-i-	04.1	0/ 11 .
Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedg
	res price day of sale)					es price day of sale)					price day of sale)			
6/22/23	Sold CASH vs. CZ	621 1/2	\$7,611.76	5.0%	12/1/2022	Sold CASH vs. SX23	1387	\$874.26	15.0%	3/31/2022	Sold CASH vs. WN22	1021	\$11,299.26	10%
					1/4/2023	Sold CASH vs. SX23	1389 1/2	\$999.26	5.0%	6/17/2022	Sold CASH vs. WZ22	1076	\$17,349.26	10%
		Total		5.0%	1/5/2023	Sold CASH vs. SX23	1386 1/4	\$836.76	5.0%	9/2/2022	Sold CASH vs. WZ22	804	\$3,749.26	10%
Futures/Op	itions			TO THE	1/20/2023	Sold CASH vs. SX23	1352 1/2	(\$850.74)	5.0%	9/14/2022	Sold CASH vs. WZ22	860	\$6,549.26	20%
	1000			10.00%	3/13/2023	Sold CASH vs. SX23	1340 1/4	(\$1,463.24)	5.0%	9/16/2022	Sold CASH vs. WZ22	836 1/2	\$5,374.26	10%
					4/4/2023	Sold CASH vs. SX23	1317 1/4	(\$2,613.24)	10.0%	12/2/2022	Sold CASH vs. WH23	767	\$3,986.76	10%
	Futures/Options Hedged			10.0%	10/3/2023	Sold CASH vs. SF24	1290	(\$813.24)	10.0%	1/4/2023	Sold CASH vs. WH23	745 1/2	\$2,911.76	5%
	Total Hedged(included C	CASH)		15.0%	11/8/2023	Sold CASH vs. SF24	1366	\$2,986.76	25.0%			Total		75%
End User (Coverage - Corn						Total		80.0%	Futures/Option	ons			
Date	Action	Price	Status	% Hedged	Futures/Op	tions								
1st Quarter	2024		111111	11111111							Futures/Options Hedged			0.0%
											Total Hedged(included CA	SH)		75.0%
		Total		0.0%		Futures/Options Hedged			0.0%	2023 WHEAT	-margin= \$2450			
2nd Quarte	ar 2024	1.0		10.70		Total Hedged(included CAS	SHI)		80.0%	Date	Action	Price	Status	% Hedge
Zilu Qualto	1 2024				2024 South	ans - margin -	2111		00.070	Cash (futures price day of sale)			otatus	70 Ticago
		Total		0.0%	Date		Price	04-4	0/ Hadaad	9/30/2022	Sold CASH vs. WN23	906	040 400 7C	450/
0.10 /	0004	Total		0.0%		Action	Price	Status	% Hedged				\$13,186.76	15%
3rd Quarte	1 2024				Futures/Op	tions				12/2/2022	Sold CASH vs. WN23	785 1/2	\$7,161.76	10%
												Total		25%
		Total		0.0%		Futures/Options Hedged			0.0%	Futures/Option	ns			
4th Quarte	r 2024					Total Hedged(included CAS	SH)		0.0%					
					2022 Canol	a - margin = \$880CD					Futures/Options Hedged			0.0%
		Total		0.0%	Date	Action	Price	Status	% Hedged		Total Hedged(included CA	SH)		25.0%
Live Cattle	- margin = \$1600				Cash (futur	es price day of sale)				2022 KC WH	AT - margin= \$2550		Status	% Hedge
Date	Action	Price	Status	% Hedged		Sold CASH vs. RSX22	964.00	\$1,017,76	15%	Date	Action	Price		
Spring 202		1 1100	Otatao	70 Trougou	1/19/2023	Sold CASH vs. RSH23	825.20	\$691.36	10%		price day of sale)	1 1100		
opining 202	1	_			3/8/2023	Sold CASH vs. RSH23	834.90	\$846.56	35%	3/31/2022	Sold Cash vs. KWN22	1040	\$8,599.26	10%
		Total		0.0%	6/23/2023	Sold RSX	710.00	\$155.36	15%	6/17/2022	Sold Cash vs. KWZ22	1141	\$13,524.26	10%
F-II 0004		Total		0.0%	0/23/2023	2010 K2V	_	\$100.00						_
Fall 2024							Total		75.0%	9/2/2022	Sold Cash vs. KWZ22	878	\$374.26	10%
					Futures/Op	tions				12/2/2022	Sold Cash vs. KWH23	872	\$2,886.76	10%
		Total		0.0%						1/4/2023	Sold Cash vs. KWH23	838 1/2	\$1,211.76	5%
	ttle - Producer - margin = \$					Futures/Options Hedged			0.0%			Total		45%
Date	Action	Price	Status	% Hedged		Total Hedged(included CAS	SH)		75.0%	Futures/Option	ons			
Spring 202	4				2023 Canol	a - margin = \$880CD								
					Date		Price	Status	% Hedged		Futures/Options Hedged			0.0%
		Total		0.0%	Cash (futur	es price day of sale)					Total Hedged(included CA	SH)		45.0%
Fall 2024						i	Total		0.0%	2023 KC WHEAT - margin= \$2550				
				10711111	Futures/Op	tions				Date	Action	Price	Status	% Hedge
		Total		0.0%	<u> </u>	40.1				Cash (futures	price day of sale)			
Live Hogs	- margin = \$1600	1				Futures/Options Hedged			0.0%	9/30/2022	Sold CASH vs. KWN23	952	\$7,099.26	15%
Date	Action	Price	Status	% Hedged		Total Hedged(included CAS	SH)		0.0%	12/2/2022	Sold CASH vs. KWN23	861	\$2,549.26	10%
4th Quarte		TITLE	Status	70 Tieugeu	2022 MALIA	HEAT - margin= \$3000) i i j		0.070	12/2/2022	OUID OAOTT VS. TVVIVZO	Total	\$2,343.20	25%
4ui Quarte	2023				Date		Date	04-4	0/ 11- 44	F. d 10 . 4:		IUlai		20 /0
				2.00		Action	Price	Status	% Hedged	Futures/Option	ons T			
		Total		0.0%		es price day of sale)		40 50 100	150					
1st Quarter	2024				9/30/2022	Sold CASH vs. MWU23	944	\$9,524.26	15%		Futures/Options Hedged			0.0%
					12/2/2022	Sold CASH vs. MWU23	906 1/4	\$7,636.76	10%		Total Hedged(included CA	SH)		25.0%
		Total		0.0%			Total		25%	Energy				
2022 Cotto	n - margin = \$3500				Futures/Op	tions				Date	Action	Contracts	Price	Status
Date	Action	Price	Status	% Hedged										
	Sold CASH vs. CTZ22	111.53	\$11,529.76	15%		Futures/Options Hedged			0.0%	Spec				
	Sold CASH vs. CTZ22	112.50	\$11,917.76	15%	_	Total Hedged(included CAS	SHI)		25.0%	Date	Action	Contracts	Price	Status
	Sold CASH vs. CTH23	82.89		10%	2022 MN W	HEAT - margin= \$3000	21.17		20.070	Date	Action	Contracts	THE	Jiaius
			\$1,021.76				Direct	Ot-t	0/ 11- 44					
	Sold CASH vs. CTN23	81.35	\$21.76	10%	Date	Action	Price	Status	% Hedged	8				
	Sold CASH vs. CTK23	79.50	(\$850.24)	10%		es price day of sale)					Livestock Trading Hours			
4/20/2023			Total	60%		Sold CASH vs. MWU22	1040	\$5,661.76	10%	Mon - Fri	8:30 am to 1:05 pm CST	No Night Tr	ading	
						Sold CASH vs. MWZ22	1188 3/4	\$12,424.26	10%		Grain Trading Hours			
2023 Cotto	n - margin = \$3500	D.J.	Status	% Hedged		Sold CASH vs. MWZ22	896	(\$2,213.24)	10%	Sun - Fri	7pm to 7:45am and 8:30am to	o 1:20pm CS	T	
2023 Cotto	Action	Price				Sold CASH vs. MWH23	928	\$4,086.76	10%					
2023 Cotto Date	The state of the s	80.20	\$569.76	10%	12/2/2022	SUIU CASH VS. WIVVIIZS		Ψ1,000.10						
2023 Cotto Date 3/10/2023	Action Sold Dec Futures	80.20	\$569.76											
2023 Cotto Date 3/10/2023 4/4/2023	Action Sold Dec Futures Sold Dec Futures	80.20 81.65	\$569.76 \$1,149.76	10%			903	\$2,836.76	5%					
2023 Cotto Date 3/10/2023 4/4/2023 4/2/2023	Action Sold Dec Futures Sold Dec Futures Sold Dec Futures	80.20 81.65 80.62	\$569.76 \$1,149.76 \$737.76	10% 10%	1/4/2023	Sold CASH vs. MWH23								
2023 Cotto Date 3/10/2023 4/4/2023 4/2/2023	Action Sold Dec Futures Sold Dec Futures	80.20 81.65	\$569.76 \$1,149.76 \$737.76 \$2,241.76	10% 10% 15%		Sold CASH vs. MWH23	903		5%					
2023 Cotto Date 3/10/2023 4/4/2023 4/2/2023	Action Sold Dec Futures Sold Dec Futures Sold Dec Futures	80.20 81.65 80.62	\$569.76 \$1,149.76 \$737.76	10% 10%	1/4/2023	Sold CASH vs. MWH23	903		5% 45 %					
2023 Cotto Date 3/10/2023 4/4/2023 4/2/2023	Action Sold Dec Futures Sold Dec Futures Sold Dec Futures	80.20 81.65 80.62	\$569.76 \$1,149.76 \$737.76 \$2,241.76	10% 10% 15%	1/4/2023	Sold CASH vs. MWH23	903 Total		5%					