

June 3, 2024

Weather:

- Australia Bureau of Meteorology has suggested there is potential for La Nina to be delayed through the Northern Hemisphere summer
- NOAA's CFSv2 model continues to delay the onset of La Nina with the latest data suggesting it will begin to evolve no sooner than the end of July and early August – this is later than previously suggested
- Drying will continue in the North China Plain for the next ten days
- Southern China will remain wet while Xinjiang, China is seasonably dry; flooding is possible in the south
- Drying will also continue from eastern Ukraine to western Kazakhstan including parts of Russia's Southern Region
- India's monsoon will advance northward in the southern part of the nation over the next ten days with rain amounts a little lighter than usual, but still quite welcome and beneficial
- Western Australia will get timely rainfall for wheat, barley and canola planting
 - Many areas in Australia received some rain during the weekend
- Much of Argentina and southern Brazil will receive a restricted amount of rain in the next ten days; however, southern Argentina should get some beneficial planting and establishment moisture for its wheat and barley next week
- **U.S. Midwest weather will be active with frequent rain events in the coming week and little less rain in the following week**
- West Texas rainfall during the weekend was welcome, but lighter than hoped for and the outlook is for limited rain during the next ten days south of the Panhandle
- South Texas and the Texas Coastal Bend will be drier biased over the next ten days
- Canada's southwestern Prairies will experience net drying for the next ten days to two weeks
 - More rain will fall in northern and eastern parts of the Prairies further delaying some fieldwork
- Ontario and Quebec will remain plenty moist over the next ten days along with the U.S. Midwest, Delta and portions of the southeastern states
- **Mexico's drought will not change in the coming ten days**
- Central America rainfall will increase easing dryness and drought conditions; some flooding is possible
- Europe will continue wet in some central parts of the continent

News:

- **USDA reported private sale of 110,000 metric tons of corn for delivery to Spain during the 2023/2024 marketing year.**
- Grain traders reported Korea Feed Association bought between 50,000 to 65,000 mt of feed Corn in a privately negotiated deal today. The grain can be sourced either from the United States or South America.
- Grain trade sources said around 60,000 mt of feed Wheat was bought in a privately negotiated deal on Friday by Nonghyup Feed.
- **Russia's Ag Minister also told media outlets on Monday that the government may declare a nationwide emergency related to expected frost conditions by the end of this week.**
- Russia's Ag Minister told Russian media that they will find other markets for Russian grain exports. The comments come after the EU announced significant tariff hikes.
- **An Egyptian company has sent the Russian government a feasibility study for the construction of grain hub in Egypt that could store and process Russian grains,** Egyptian trade minister Ahmed Samir told Russian news agency RIA. Samir said the hub could be built in the ports at Said, Damietta or Sokhna.
- **USDA is expected to report April soybean crush totaled 175.3 million bu., based on a Bloomberg survey. That would be down 28.4 million bu. (13.9%) from the March all-time record and 11.7 million bu. (6.3%) below April 2023. Corn-for-ethanol use is expected to total 433.0 million bu., which would be down 35.8 million bu. (7.6%) from March but up 18.9 million bu. (4.6%) from year-ago.**
- **Australia's 2024-25 wheat production should be bigger than last year's after an increase in planted area, according to Rabobank.** The country should harvest 27.4 MMT of wheat from this year's crop, up 5.7% from 2023-24, as planted area is set to rise by 961,000 hectares to 13.48 million hectares (33.3 million acres). However, Rabobank expects smaller crops for barley and canola. It forecasts production of 10 MMT for barley, down 7.2% from last year, and 5 MMT for canola, down 11.4%. Wheat and canola production would be roughly in line with the five-year average, but barley would be around 2 MMT below average.
- **The IRS issued new guidance for biofuel producers on how to register for the 45Z Clean Fuel Production Credit.**
 - **Producers are urged to register by July 15, 2024, to ensure applications are processed by the program start date, Jan. 1, 2025.**
 - Biofuel producers must list their primary feedstocks from separate entities or facilities.
 - To qualify, producers must be registered as clean fuel producers at the time of production.
 - Sustainable aviation fuel producers must be certified by a third party for supply-chain traceability.

- Farmers will need to provide detailed data on their farming practices and may enter contracts based on these practices. Of note:
- The IRS guidance anticipates further clarification on the Greenhouse Gases, Regulated Emissions, and Energy Use in Transportation model. The base credit amount is 20 cents per gallon for transportation fuel produced at a qualified facility. If the facility meets certain prevailing wage and apprenticeship requirements, the credit increases to \$1.00 per gallon. For SAF, the base amount is 35 cents per gallon, and it increases to \$1.75 per gallon if the facility meets the additional requirements.

Technically Speaking:

Market Fundamentals:

Yesterday's Trades: no new trades.

ADVICE: No New Advice pending any midday advice.

COMMENTS: Markets are not starting off the month on a good note. We are going to need something (a hook) to get these markets going and it appears that one is not in the cards. These markets could have a leaking effect going into at least the middle of the month as it tries to ascertain what that next worrisome item(s) is that would propel things higher. When looking over the news section you can see how traders can get flooded with negative news early on that then they have to decipher to determine if the market should discount it at least for the day or push it aside, look within and push prices higher.

The soybean complex is struggling across the board likely on initial thoughts that the April crush is expected to be down the last month and last year's April numbers giving short-term concern to demand.

On the production side there are pockets of IA, MN and SD that are quite wet with some acres going to go the Prevented Planting route, but it appears to be small. If you are in that camp, please let us know. Jamie has commented that he has submitted quite a few replant claims (mostly corn) but no PP claims and will likely not have any.

Russia is concerned about frost conditions by the end of the week which should impact wheat the most with other crops having some minimal harm to it as well. Wheat is currently higher on the day and has had roughly a 20-cent trading range. Corn is not following suit!

Read the comments in the news section regarding the 45Z Clean Fuel Production Credit. IF you are looking to receive this credit or even on the fence about it register for it by July 15.

5Disclaimer: Commodity trading and other speculative/ hedging investment practices involve substantial risk of loss. PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS when utilizing the commodities markets. Gulke Group and its officers, directors, employees and affiliates may take positions for their own accounts that are the same or that are different to the positions and to the contracts referred to herein. This material and any views expressed herein are provided for informational purposes only and should not be construed in any way as an endorsement or inducement to invest. Prices used in trade recommendations are already reflective of known information

Gulke Group Spec Table Buy/Sell Stops				(*New Positions in BOLD)			
	6/3/2024			Today's Stops		Current Position*	
	High	Low	Close	Buy	Sell	Long	Short
CN24	453 3/4	445 1/2	446 1/4	455	437 1/2	464 3/4	
CZ24	474 3/4	466 1/4	467	476	458		470 1/4
SN24	1223 3/4	1202 3/4	1205	1226 1/2	1183 1/2		1232 1/2
SX24	1201 1/2	1182 1/2	1184 1/2	1204	1165		1209 1/4
SMN24	370.1	362.3	364.7	372.7	356.8		374.6
BON24	46.53	45.29	45.52	47.26	43.78		43.30
WN24	691 1/2	673 3/4	678 1/2	696 3/4	660 1/4		674 1/2
KWN24	723 1/4	704	708 3/4	728 1/2	689	583 3/4	
MWN24	752 3/4	735 3/4	739 3/4	757 1/4	722 1/4	649 1/4	
LCQ24	179.775	177.775	178.450	180.950	175.950		179.600
LCV24	182.125	180.275	180.800	182.850	178.750		182.825
LHN24	97.500	96.325	97.125	98.500	95.750		96.325
LHV24	83.175	82.225	82.900	84.050	81.750		86.900
FCQ24	259.000	255.800	256.400	259.800	253.000		260.075
CTN24	78.83	76.07	76.150	79.11	73.19		78.65
CTZ24	77.39	74.74	75.110	77.81	72.41		76.60
SBN24	18.46	18.03	18.300	18.78	17.82	18.46	
GCQ24	2381.2	2341.1	2349.80	2390.40	2309.20	2379.3	
NRN24	17.94	17.66	17.67	17.98	17.37		18.660
DJM24	38858	38139	38791	39530	38052	38452	
CLN24	78.62	76.67	76.99	79.14	74.84	79.82	
NGN24	2.624	2.518	2.587	2.708	2.466		2.689
DXM24	104.85	104.310	104.570	105.31	103.83	105.050	
USU24	116 16/32	115 10/32	116 2/32	117 16/32	114 20/32		115 28/32

RESULTS HAVE MANY INHERENT LIMITATIONS, SOME OF WHICH RE 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 commonsense. 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. If no trades are executed, prices are determined by looking at a 1 min chart to determine the tracking price. The closing price on the previous day is used to determine the P/L listed in the Morning Comments and are net of average round turn commissions of \$33.00 for futures and \$36 for options and round turn fees of \$5.34 for grains and \$5.50 for livestock (these fees may change at any time by the CME). 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.

5Disclaimer: Commodity trading and other speculative/ hedging investment practices involve substantial risk of loss. PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS when utilizing the commodities markets. Gulke Group and its officers, directors, employees and affiliates may take positions for their own accounts that are the same or that are different to the positions and to the contracts referred to herein. This material and any views expressed herein are provided for informational purposes only and should not be construed in any way as an endorsement or inducement to invest. Prices used in trade recommendations are already reflective of known information

HYPOTHETICAL HEDGING POSITION MATRIX					6/3/2024																		
2023 Corn - margin= \$1425					2023 SOYBEANS - margin= \$2500					2022 WHEAT - margin= \$2600													
Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedged									
Cash (futures price day of sale)					Cash (futures price day of sale)					Cash (futures price day of sale)													
6/22/23	Sold CASH vs. CZ	621 1/2	\$8,237.50	5.0%	12/1/2022	Sold CASH vs. SX23	1387	\$912.50	15.0%	3/31/2022	Sold CASH vs. WN22	1021	\$11,337.50	10%									
5/7/24	Sold CASH vs. CN	470 1/4	\$1,200.00	10.0%	1/4/2023	Sold CASH vs. SX23	1389 1/2	\$1,037.50	5.0%	6/17/2022	Sold CASH vs. WZ22	1076	\$17,387.50	10%									
5/8/24	Sold CASH vs. CN	459	\$637.50	10.0%	1/5/2023	Sold CASH vs. SX23	1386 1/4	\$875.00	5.0%	9/2/2022	Sold CASH vs. WZ22	804	\$3,787.50	10%									
5/15/24	Sold CASH vs. CN	462	\$787.50	10.0%	1/20/2023	Sold CASH vs. SX23	1352 1/2	(\$812.50)	5.0%	9/14/2022	Sold CASH vs. WZ22	860	\$6,587.50	20%									
	Total			35.0%	3/13/2023	Sold CASH vs. SX23	1340 1/4	(\$1,425.00)	5.0%	9/16/2022	Sold CASH vs. WZ22	836 1/2	\$5,412.50	10%									
Futures/Options					Futures/Options					Futures/Options													
3/28/2024	Sold CZ 480 calls (15%)	28 1/2	\$114.91	15.00%	4/4/2023	Sold CASH vs. SX23	1317 1/4	(\$2,575.00)	10.0%	12/2/2022	Sold CASH vs. WH23	767	\$4,025.00	10%									
4/11/2024	Sold CN	440	(\$350.84)	15.00%	10/3/2023	Sold CASH vs. SF24	1290	\$4,212.50	10.0%	1/4/2023	Sold CASH vs. WH23	745 1/2	\$2,950.00	5%									
5/30/2024	Sold CZ 480 calls (15%)	28 1/2	\$114.91	15.00%	11/8/2023	Sold CASH vs. SF24	1366	\$8,012.50	25.0%	4/29/2024	Sold CASH vs. WN24	609	(\$3,475.00)	10%									
	Futures/Options Hedged			45.0%	5/7/2024	Sold CASH vs. SN24	1255	\$2,500.00	10.0%	5/8/2024	Sold CASH vs. WN24	633 1/2	(\$2,250.00)	15%									
	Total Hedged(Included CASH)			80.0%	5/8/2024	Sold CASH vs. SN24	1230	\$1,250.00	10.0%		Total			100%									
2024 Corn - margin= \$1075					Futures/Options					Futures/Options													
Date	Action	Price	Status	% Hedged	Futures/Options Hedged <th colspan="5">Futures/Options Hedged </th>					Futures/Options Hedged													
Cash (futures price day of sale)					Total Hedged(Included CASH)					Total Hedged(Included CASH)													
	Total			0.0%	100.0%					100.0%													
Futures/Options					2024 Soybeans - margin - \$1725					2023 WHEAT - margin= \$2600													
Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedged									
Cash (futures price day of sale)					Cash (futures price day of sale)					Cash (futures price day of sale)													
3/14/2024	Sold CZ 470 calls (30%)	34 5/8	\$233.66	20.00%	4/11/2024	Sold SX	1162 1/2	(\$1,138.34)	10.0%	1/30/2022	Sold CASH vs. WN23	908	\$13,225.00	15%									
3/14/2024	Sold CZ	467 1/4	(\$25.84)	10.00%	4/30/2024	Sold SX 1200 calls(10%)	42 1/2	(\$322.59)	10.0%	12/2/2022	Sold CASH vs. WN23	785 1/2	\$7,200.00	10%									
3/28/2024	Sold CZ 480 calls (15%)	28 1/2	\$114.91	15.00%	5/15/2024	Sold SX	1200 1/2	\$761.66	10.0%	4/29/2024	Sold CASH vs. WN24	809	(\$3,475.00)	10%									
5/15/2024	Sold CZ	486 3/4	\$949.16	10.00%	5/28/2024	Sold SX 1220 calls(10%)	54 5/8	\$671.16	10.0%	5/8/2024	Sold CASH vs. WN24	833 1/2	(\$2,250.00)	15%									
5/30/2024	Sold CZ 480 calls (15%)	28 1/2	\$114.91	15.00%	5/28/2024	Sold SX	1209 1/2	\$1,211.66	10.0%	5/15/2024	Sold CASH vs. WN24	667	(\$575.00)	10%									
	Futures/Options Hedged			70.0%	5/30/2024	Sold SX 1220 calls(10%)	45 7/8	\$233.66	15.0%	5/20/2024	Sold CASH vs. WN24	689	\$525.00	10%									
	Total Hedged(Included CASH)			70.0%		Futures/Options Hedged			65.0%	5/30/2024	Sold CASH vs. WN24	678 1/4	(\$12.50)	20%									
End User Coverage - Corn					Total Hedged(Included CASH)					Total Hedged(Included CASH)													
	Total			0.0%	100.0%					100.0%													
2nd Quarter 2024					2022 MN WHEAT - margin= \$3000					Futures/Options													
Date	Action	Price	Status	% Hedged	Date	Action	Price	Status	% Hedged	Futures/Options Hedged													
Total					Cash (futures price day of sale)					Total Hedged(Included CASH)													
	Total			0.0%	3/31/2022	Sold CASH vs. MWU22	1040	\$5,700.00	10%	100.0%													
3rd Quarter 2024					6/17/2022					Sold CASH vs. MWZ22	1188 3/4	\$12,462.50	10%										
	Total			0.0%	9/2/2022					Sold CASH vs. MWZ22	896	(\$2,175.00)	10%										
Live Cattle - margin = \$1600					12/2/2022					Sold CASH vs. MWH23	928	\$4,125.00	10%										
Date	Action	Price	Status	% Hedged	1/4/2023					Sold CASH vs. MWH23	903	\$2,875.00	5%										
Spring 2024					4/29/2024					Sold CASH vs. MWN24	706 1/2	(\$1,662.50)	10%										
	Total			0.0%	5/8/2024					Sold CASH vs. MWN24	704 1/2	(\$1,762.50)	35%										
Fall 2024					Total					90%													
	Total			0.0%	Futures/Options					Futures/Options													
Feeder Cattle - Producer - margin = \$2850					4/29/2024					Sold WN	604 3/4	(\$3,725.84)	10.0%										
Date	Action	Price	Status	% Hedged	Futures/Options Hedged					Total Hedged(Included CASH)													
Spring 2024					Total Hedged(Included CASH)					100.0%													
	Total			0.0%	2023 MN WHEAT - margin= \$3000					2022 KC WHEAT - margin= \$2400													
Fall 2024					Cash (futures price day of sale)					Cash (futures price day of sale)													
	Total			0.0%	9/30/2022	Sold CASH vs. MWU23	944	\$9,562.50	15%	Date	Action	Price	Status	% Hedged									
Live Hogs - margin = \$1600					12/2/2022					Sold CASH vs. MWU23	906 1/4	\$7,675.00	10%										
Date	Action	Price	Status	% Hedged	4/29/2024					Sold CASH vs. MWN24	706 1/2	(\$1,662.50)	10%										
2nd Quarter 2024					5/15/2024					Sold CASH vs. MWN24	728	(\$587.50)	10%										
	Total			0.0%	5/20/2024					Sold CASH vs. MWN24	742	\$112.50	10%										
3rd Quarter 2024					5/30/2024					Sold CASH vs. MWN24	742 1/2	\$137.50	10%										
	Total			0.0%	Total					65%													
2023 Cotton - margin = \$3500					Futures/Options					Futures/Options													
Date	Action	Price	Status	% Hedged	4/29/2024					Sold WN	604 3/4	(\$3,725.84)	10.0%										
3/10/2023					Sold CASH vs. CT223	80.20	\$7,120.00	10%	Futures/Options Hedged														
4/4/2023					Sold CASH vs. CT223	81.65	\$1,292.00	10%	Total Hedged(Included CASH)														
4/2/2023					Sold CASH vs. CT223	80.82	\$889.00	10%	100.0%														
8/2/2023					Sold CASH vs. CT223	84.38	\$2,384.00	15%	2023 KC WHEAT - margin= \$2400														
3/27/2028					Sold CASH vs. CTN24	91.89	\$6,296.00	15%	Date	Action	Price	Status	% Hedged										
5/30/2024					Sold CASH vs. CTN24	77.71	\$624.00	15%	Cash (futures price day of sale)														
	Total			75%	Total Hedged(Included CASH)					Total Hedged(Included CASH)													
Spec					2024 Canola - margin = \$880CD					3/31/2022					Sold Cash vs. KWN22	1040	\$8,637.50	10%					
Date	Action	Contract#	Price	Status	Cash (futures price day of sale)					6/17/2022					Sold Cash vs. KWZ22	1141	\$13,562.50	10%					
Energy					4/29/2024					Sold CASH vs. MWN24	706 1/2	(\$1,662.50)	10%	9/2/2022					Sold Cash vs. KWZ22	878	\$412.50	10%	
Date	Action	Contract#	Price	Status	5/30/2024					Sold CASH vs. MWN24	742 1/2	\$137.50	10%	12/2/2022					Sold Cash vs. KWH23	872	\$2,925.00	10%	
2023 Canola - margin = \$880CD					Futures/Options					Futures/Options					1/4/2023					Sold Cash vs. KWH23	838 1/2	\$1,250.00	5%
Date	Action	Price	Status	% Hedged	4/29/2024					Sold WN	604 3/4	(\$3,725.84)	10.0%	4/29/2024					Sold Cash vs. KWN24	652	(\$2,837.50)	10%	
Cash (futures price day of sale)					Total Hedged(Included CASH)					Total Hedged(Included CASH)					5/8/2024					Sold Cash vs. KWN24	649 1/2	(\$2,962.50)	35%
5/30/2024	Sold CASH vs. RSX24	681	(\$35.20)	40.0%	10.0%					10.0%					Total								
	Total			40.0%	45.0%					90%					90%								
Futures/Options					2024 Canola - margin = \$880CD					Futures/Options					Futures/Options								
2/2/2024	Sold RSN24	607.50	(\$894.34)	15%	Cash (futures price day of sale)					Cash (futures price day of sale)					4/29/2024					Sold WN	604 3/4	(\$3,725.84)	10.0%
3/28/2024	Sold RSN24	635.00	(\$454.34)	15%	5/30/2024	Sold CASH vs. RSX24	681	(\$35.20)	15.0%	Futures/Options Hedged					Total Hedged(Included CASH)								
4/30/2024	Sold RSN24	620.80	(\$681.54)	15%		Total			15.0%	Total Hedged(Included CASH)					100.0%								
5/15/2024	Sold RSN24	650.30	(\$171.20)	15%	Total Hedged(Included CASH)					Total Hedged(Included CASH)					2024 KC WHEAT - margin= \$2175								
	Futures/Options Hedged			60.0%	60.0%					60.0%					Cash (futures price day of sale)								
	Total Hedged(Included CASH)			100.0%	60.0%					60.0%					4/29/2024					Sold Cash vs. KWN24	652	(\$2,837.50)	10%
Mon - Fri					8:30 am to 1:05 pm CST					Grain Trading Hours					5/20/2024					Sold Cash vs. KWN24	699	(\$487.50)	10%
Sun - Fri					7pm to 7:45am and 8:30am to 1:20pm CST					Mon - Fri					5/30/2024					Sold Cash vs. KWZ24	742 1/4	\$25.00	15%
					No Night Trading					Sun - Fri					Total								
															35%								
															Futures/Options								
															4/29/2024					Sold WN	604 3/4	(\$3,725.84)	10.0%
															Futures/Options Hedged								
															Total Hedged(Included CASH)								
															10.0%								
															Total Hedged(Included CASH)								
															45.0%								

5Disclaimer: Commodity trading and other speculative/ hedging investment practices involve substantial risk of loss. PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS when utilizing the commodities markets. Gulke Group and its officers, directors, employees and affiliates may take positions for their own accounts that are the same or that are different to the positions and to the contracts referred to herein. This material and any views expressed herein are provided for informational purposes only and should not be construed in any way as an endorsement or inducement to invest. Prices used in trade recommendations are already reflective of known information