

July 25, 2024

Weather:

- One more day of excessive heat is expected in Saskatchewan, Canada today before cooling takes place briefly Friday into Saturday
 - Drying will continue despite the cooling in southern and east-central Alberta as well as west-central, southwestern and south-central Saskatchewan
 - A few showers in Manitoba early next week may provide a little reprieve from drying in that area
- U.S. Midwest rainfall will remain restricted in the far western parts of the region during the next ten days to two weeks, although completely dry weather is not expected (net drying will occur, though)
- Eastern Midwest rainfall along with that in the Delta and southeastern states may decrease during the second week of the forecast
- Hot temperatures will impact portions of the U.S. Great Plains and Rocky Mountain region during the week next week and through the first week to ten days of August
 - Some of the warmer than usual air will come to the western Corn and Soybean Belt, but oppressive heat is not presently anticipated
- Typhoon Gaemi has reached Fujian, China this morning, but the impact on southeastern China will be much less than that of Taiwan
 - Damage on Taiwan is feared to be widespread and extensive from the intense wind and torrential rain and flooding that occurred Wednesday and overnight
- Flooding will impact southeastern China into Saturday because of the rain from Typhoon Gaemi
- Flooding may also impact areas from Shandong and Hebei to Jilin due to the remnant moisture from the typhoon this weekend into the middle of next week
- Flooding has evolved in western parts of Luzon Island, Philippines because of the air circulation around Typhoon Gaemi the past few days
- Mild temperatures will impact some of the driest areas of Russia and Ukraine over the coming week to ten days, but significant rain is not very likely
 - Any showers would be welcome, but no serious improvement to crop or field conditions is anticipated without a generalized rain event of significance
- A new high pressure ridge will evolve in eastern Europe and the far western most parts of Russia and Ukraine in early August that may shift to the east into the western CIS soon thereafter
- Russia's Eastern New Lands (east of the Ural Mountains) will be inundated with frequent rain and periods of cool weather in the next ten days resulting in some concern over spring wheat and sunseed conditions

News:

- **USDA reported a private sale of 264,000 metric tons of soybeans for delivery to unknown destinations during the 2024/2025 marketing year.**
- **Scouts on the second day of the Wheat Quality Council's annual HRS tour found strong yield potential in north-central and northwestern North Dakota. Samples collected averaged 53.7 bu. per acre, up from 45.7 bu. on similar routes last year and the five-year average (excluding 2020 because the tour was canceled due to Covid) of 40.0 bu. per acre. Scouts again noted the presence of scab, though they weren't certain about the impact to yields. "I've been doing this for a long time, and I don't ever remember the crops being this uniformly good all over the state," Dave Green, executive vice president of the Wheat Quality Council, said.**
- U.S. oil refiners are expected to report sharply lower second quarter earnings from a year ago after a listless summer driving season that weakened refining margins, energy analysts said. Refiners ramped up processing capacity in the three months ended June 30 to 93.5%, compared with 91% in the prior-year period, to meet an expected spike in gasoline and diesel fuel demand that ultimately fell short, according to the Energy Information Administration.

Technically Speaking:

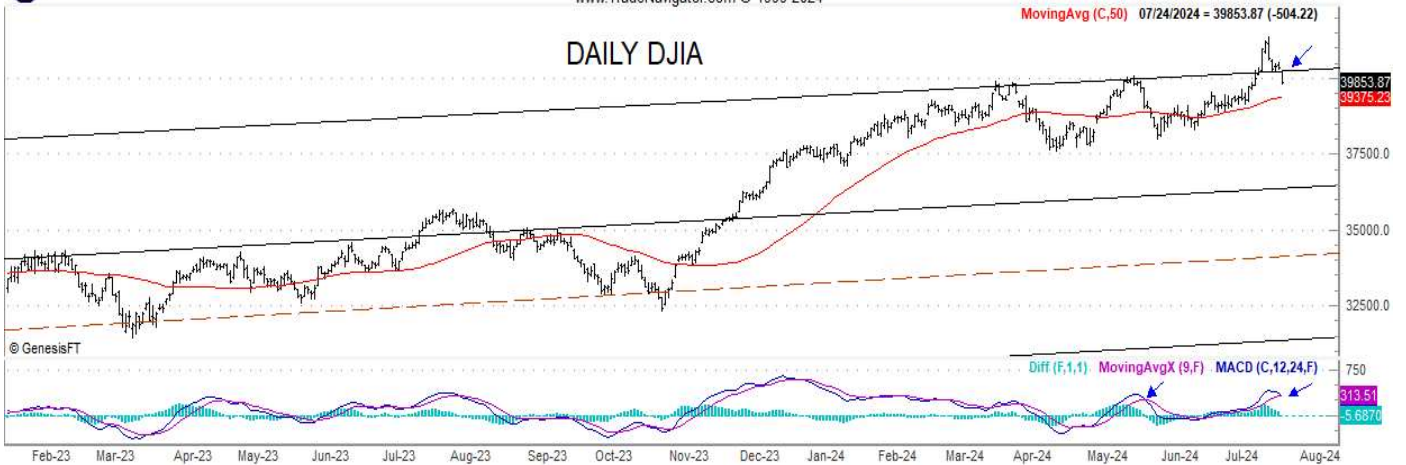
STOCK INDICIES: Before the biggest drop since 2022, media gurus were suggesting a rolling from NASDAQ and S&P to the lagging DJIA was taking place. However all indices fell with a vengeance yesterday. Bulls will say it is just another opportunities. Bears may still be in the woods but the daily chart below shows a failure at a new level (channel) of trading failed so far and the weekly below the daily suggest a failure to sustain a new level as well. Given the political dilemma in the US and for the world in general, concerns seem warranted. Long time clients and conference attendees will recognize the weekly chart from way back at the Obama when conservatives at the CBOT came to our offices and said the US economy was doomed. So some merit in the bulls outlook long term. Long term has different meanings to the 70's generation versus those in their 40's. The in-between have to ask where we will be in 5-10-20 years.

NOTE: For those who like the S&P 500 a daily chart below the weekly DJIA is shown just for kicks. It stopped yesterday right at the 500 day moving average while the NASDAQ blew through it.



\$DJIA: Dow Jones Industrials Index (Daily bars)

www.TradeNavigator.com © 1999-2024



\$SPX: S&P 500 Index @ OPRA (Daily bars)

www.TradeNavigator.com © 1999-2024



\$DJIA: Dow Jones Industrials Index (Weekly bars)

www.TradeNavigator.com © 1999-2024



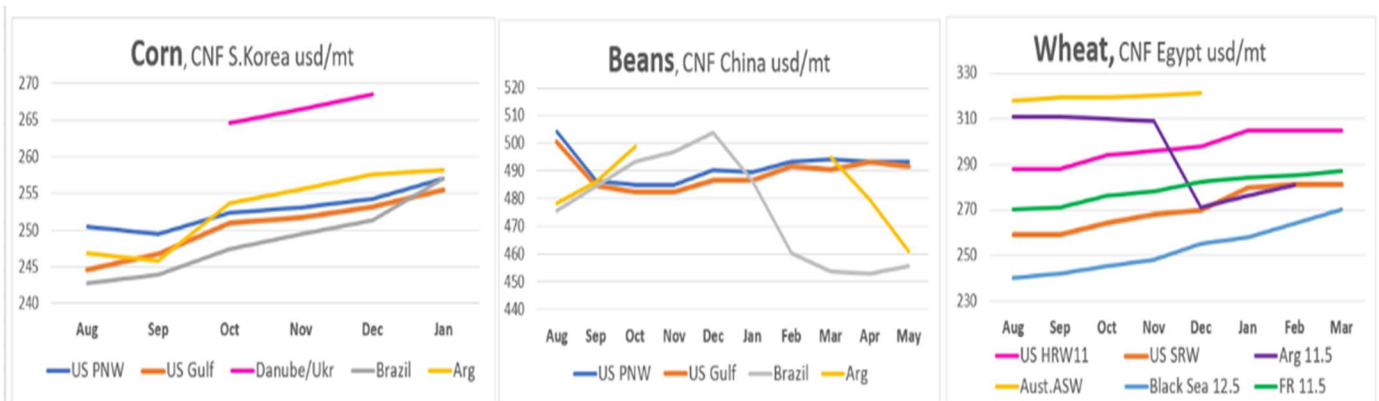
Market Fundamentals:

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

Export Sales		7/12/24 - 7/18/24						
	Estimates	Net Sales			Accum. Exports	Year Ago Accum. Exports	This Week YOY % change	Last Week YOY % change
		23/24	24/25	25/26				
Wheat	300-600k	n/a	309,300	0	8,027,500	5,421,400	48.07%	48.76%
Corn	300k-1.0m	331,400	745,200	0	55,042,400	40,057,300	37.41%	37.66%
Beans	600k-1.3m	88,600	829,700	0	45,313,500	52,711,700	-14.04%	-13.71%
Meal	300-800k	258,100	520,900	0	13,589,900	12,230,700	11.11%	10.53%
Soyoil	0-20k	6,900	(3,100)	0	208,500	125,800	65.74%	63.19%
Sorghum		1,500	0	0	5,629,800	2,657,600	111.84%	114.87%
Beef		13,400	0	0	566,700	607,500	-6.72%	-5.61%
Pork		30,200	0	0	1,175,700	1,136,400	3.46%	2.62%
Cotton		74,200	285,900	0	12,945,300	13,958,900	-7.26%	-6.85%

Source: USDA (FAS) - Gulke Group

Wheat: Net sales of 309,300 metric tons (MT) for 2024/2025 were down 47 percent from the previous week and 46 percent from the prior 4-week average. Increases primarily for South Korea (105,000 MT), Nigeria (58,800 MT), Japan (50,500 MT). **Corn:** Net sales of 331,400 MT for 2023/2024 were down 24 percent from the previous week and 29 percent from the prior 4-week average. Increases primarily for Japan (122,400 MT), Mexico (106,900 MT), South Korea (81,200 MT), Colombia (68,800 MT). Net sales of 745,200 MT for 2024/2025 were primarily for Japan (248,000 MT), Mexico (178,900 MT), unknown destinations (151,700 MT). **Soybeans:** Net sales of 88,600 MT for 2023/2024 were down 61 percent from the previous week and 63 percent from the prior 4-week average. Increases primarily for the Netherlands (114,500 MT), Indonesia (76,300 MT), Japan (19,500 MT), China (19,400 MT). Net sales of 829,700 MT for 2024/2025 were primarily for unknown destinations (723,100 MT). **Soybean Cake and Meal:** Net sales of 258,100 MT for 2023/2024 were up 23 percent from the previous week and 49 percent from the prior 4-week average. Increases primarily for the Philippines (92,700 MT), Colombia (54,000 MT), Morocco (27,900 MT), Mexico (18,200 MT), and Indonesia (13,600 MT). Net sales of 520,900 MT for 2024/2025 were primarily for **unknown destinations (341,800 MT)**, Ecuador (90,000 MT). **Pork:** Net sales of 30,200 MT for 2024 were up 28 percent from the previous week, but down 19 percent from the prior 4-week average. Increases were primarily for Mexico (7,700 MT), South Korea (6,400 MT), Japan (4,500 MT), Colombia (3,600 MT), and China (2,100 MT).



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

Yesterday's Trades: No New Trades

ADVICE: NO NEW Advice. Continue mildly friendly as prices supported this week as Augst warmer/drier weather still in play. How August evolves will be watched but for now not a serious threat to yields but market psychology is another matter.

EXPORT SALES were good, but weak for wheat, but interest in the 2024/25 marketing year validates ideas of better corn export.

CNF (competitive advantage/disadvantage chart above, source Phillips Analytics)

SOYBEANS: The inverse in beans keeps China looking to Brazil but as we go into fall, US more competitive and has a window of opportunity as we head into S American weather and plantings. So far China buying for 2024/25 marketing year is slow at best. Best guess is China bought sufficiently and if they don't buy from US soon, exports could get trimmed by 100mb over time. USDA as usual sees big increase Brazil crop for next year by 10 mmt assuming a lot including weather/acres.

WHEAT: Fob Russia around 220 usd still about 25usd/mt cheaper than French FOB, keeping US demand challenging.

CORN: Very thin offers for Rom/UKR given their weather and production cuts; new crop somewhere around +125cz FoB for Nov. Bzl at +102cz FOB for Oct still pencils under US Gulf by about 10cts/bu cnf to Asia. With Brazil and UKR this high, there will be plenty of US biz opportunities to other destinations. There are thoughts of 2.400 for US exports in 24/25 versus current WASDE idea of 2.225 bil-bu even without China showing up for US yet in a bigger way. Old crop supplies and farmer need to sell to empty bins keeping old crop defensive. Yet basis is very strong old crop in areas where on-farm stocks supposedly huge. So But right now the US farmer is selling old crop enough to keep a USG carry and defensive keeping Sept priced under CZ.

Gulke GroupSpec Table Buy/Sell Stops				(*New Positions in BOLD)			
	7/25/2024			Today's Stops		Current Position*	
	High	Low	Close	Buy	Sell	Long	Short
CU24	409 1/2	399	403 3/4	414 3/4	392 3/4	397 1/4	
CZ24	423 3/4	414 1/2	418	427 3/4	408 1/4	412	
SQ24	1123 1/4	1104 1/2	1111	1130 1/4	1091 3/4	1110 1/2	
SX24	1080 1/4	1062 3/4	1064	1082	1046	1050 1/4	
SMV24	324.0	314.2	318.2	328.5	307.9	312.2	
SMZ24	326.3	316.0	320.6	331.1	310.2	313.9	
BOZ24	45.15	43.97	44.10	45.78	42.42		46.96
WZ24	579 1/2	561 3/4	571	589 1/4	552 3/4	567 1/2	
KWZ24	592 1/4	576 1/2	583 3/4	600	567 1/2	600 1/4	
MWZ24	638 3/4	625 1/4	628 1/4	642 1/4	614 1/4	607	
LCQ24	187.150	185.975	186.900	188.575	185.225	179.375	
LCV24	186.600	185.250	186.275	187.825	184.725	185.250	
LHQ24	94.375	92.975	93.775	95.375	92.175	90.350	
LHV24	78.075	76.200	78.025	80.100	75.950	71.700	
FCQ24	259.100	256.275	257.125	260.150	254.100		256.200
CTZ24	69.53	67.50	68.650	70.73	66.57		71.08
CTH25	71.43	69.40	70.410	72.64	68.18		72.86
SBV24	18.31	17.86	17.910	18.41	17.41		18.86
GCQ24	2433.0	2397.3	2399.60	2435.80	2363.40		2411.60
NRX24	15.28	14.90	15.02	15.43	14.61	14.640	
DJU24	40583	40053	40110	40660	39560		41026
CLU24	78.19	76.98	77.59	79.00	76.18		79.44
NGU24	2.208	2.139	2.158	2.242	2.074	2.264	
DXU24	104.29	103.845	104.100	104.74	103.46		103.487
USU24	119 9/32	117 29/32	118 1/32	119 21/32	116 13/32		119 19/32

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

