

MIDWEST MARKET SOLUTIONS, INC

"THE LEADING EDGE IN COMMODITIES"

www.midwestmarketsolutions.com



THE MARKET INSIDER WEEKLY NEWSLETTER

by: Brian Hoops, President

April 6, 2020

VISIT OUR WEBSITE AT www.midwestmarketsolutions.com

FOLLOW US ON  [@midwestmarkets](https://twitter.com/midwestmarkets)

WHEAT

ANALYSIS

For the week, Chicago wheat closed \$.21 1/4 lower; Kansas City wheat closed \$.15 3/4 lower and Minneapolis wheat \$.12 1/2 lower. Last week, exporters did not announce any private sales.

In the weekly export inspections report; U.S. wheat exports last week of 13.4 million bushels were below last year's same-week exports of 16.7 mil bu. Wheat exports were considerably below the roughly 23.8 million bushel/week average "needed" pace for the 4th consecutive week and will require a strong late push if the USDA's 1.000 billion bushel export projection is to be met.

In the USDA acreage and stocks report; wheat stocks were forecast at 1.412 billion bushels, down from trade expectations of 1.432 billion bushels. New crop all-wheat seedings were forecast at 44.7 million acres, a 117-year low and 300,000 below expectations. HRW seedings are pegged at 21.7 million acres vs. 22.5 million a year ago. SRW seedings are pegged at 5.7 million acres vs. 5.2 million a year ago. HRS intentions are forecast at 11.9 million vs. final acres of 12.0 million a year ago.

Last week, Kansas wheat conditions improved 2% to 50% g/e. Texas jumped to 56% g/e from 49% last week and conditions are the best in the last 5 years for late March. Oklahoma conditions fell to 70% g/e from 77% but are the 2nd best in the last 7 years for this date. Illinois SRW is 61% g/e. Oklahoma wheat is 44% jointed, Texas is 28% headed and Kansas is 3% jointed.

The Wheat Quality Council canceled the Hard Winter Wheat tour this year.

STRATEGY & OUTLOOK

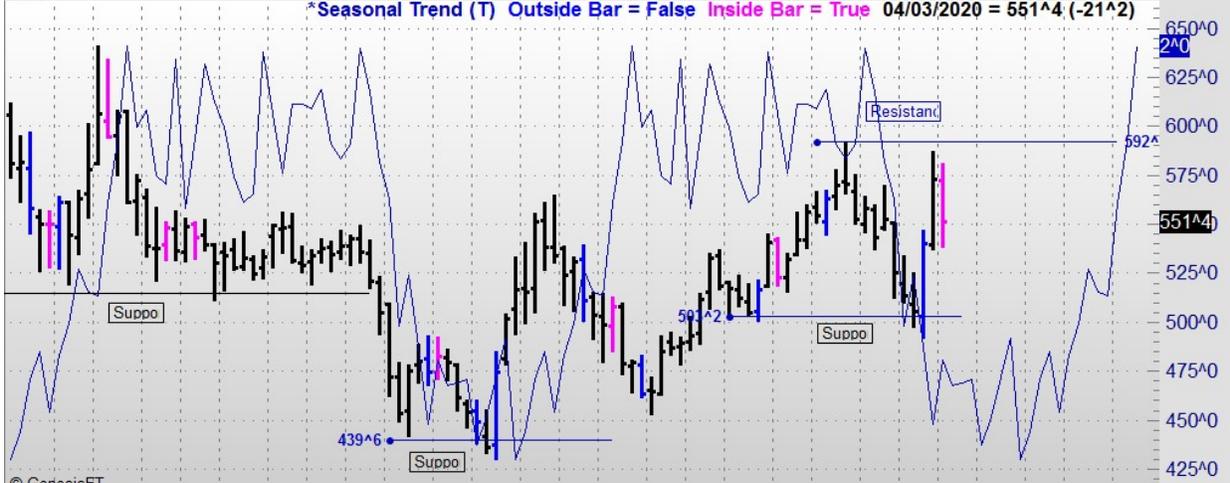
Any rally needs to be sold as the winter wheat crop is off to a great start and the Russian wheat crop appears to be the second largest on record, which will dominate world exports in the second half of 2020.



ZW-067: Wheat CBT (Elec) Cadj Liq @ CBOT (Weekly bars)

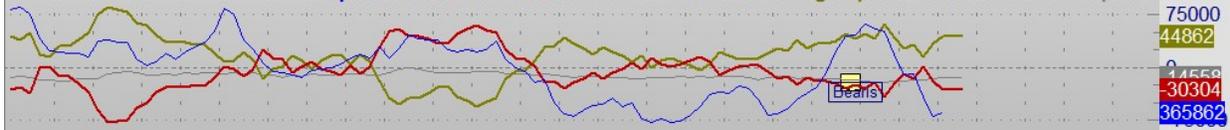
www.TradeNavigator.com © 1999-2020

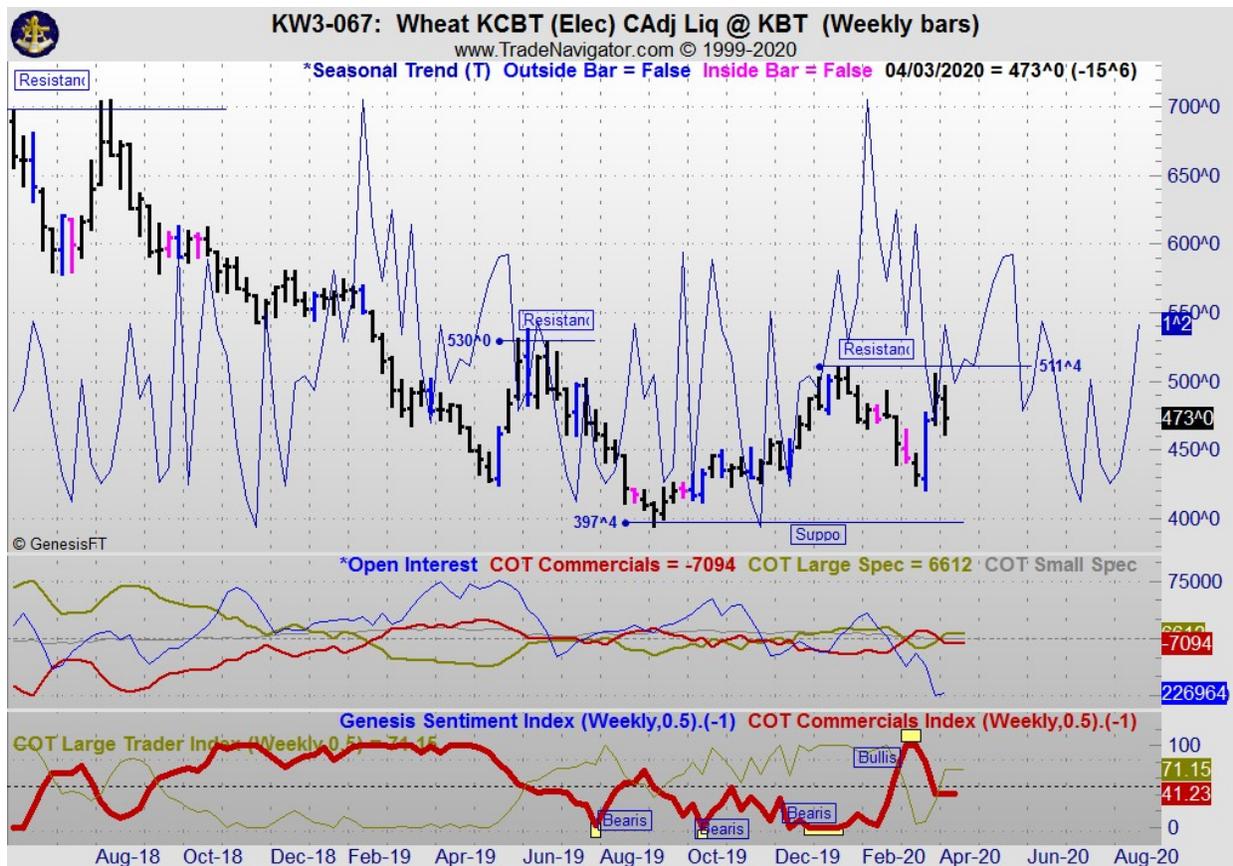
*Seasonal Trend (T) Outside Bar = False Inside Bar = True 04/03/2020 = 551^4 (-21^2)



© GenesisFT

*Open Interest COT Commercials = -30304 COT Large Spec = 44862 COT Small Spec





Midwest Market Solutions does not necessarily take every trade recommendation listed herein. This material has been prepared by a sales or trading employee or agent of Midwest Market Solutions and is, or is in the nature of, a solicitation. This material is not a research report prepared by Midwest Market Solutions's Research Department. By accepting this communication, you agree that you are an experienced user of the futures markets, capable of making independent trading decisions, and agree that you are not, and will not, rely solely on this communication in making trading decisions.

DISTRIBUTION IN SOME JURISDICTIONS MAY BE PROHIBITED OR RESTRICTED BY LAW. PERSONS IN POSSESSION OF THIS COMMUNICATION INDIRECTLY SHOULD INFORM THEMSELVES ABOUT AND OBSERVE ANY SUCH PROHIBITION OR RESTRICTIONS. TO THE EXTENT THAT YOU HAVE RECEIVED THIS COMMUNICATION INDIRECTLY AND SOLICITATIONS ARE PROHIBITED IN YOUR JURISDICTION WITHOUT REGISTRATION, THE MARKET COMMENTARY IN THIS COMMUNICATION SHOULD NOT BE CONSIDERED A SOLICITATION.

The risk of loss in trading futures and/or options is substantial and each investor and/or trader must consider whether this is a suitable investment. Past performance, whether actual or indicated by simulated historical tests of strategies, is not indicative of future results. Trading advice is based on information taken from trades and statistical services and other sources that Midwest Market Solutions believes are reliable. We do not guarantee that such information is accurate or complete and it should not be relied upon as such. Trading advice reflects our good faith judgment at a specific time and is subject to change without notice. There is no guarantee that the advice we give will result in profitable trades.

Copyright 2020 Midwest Market Solutions, Inc.