

MIDWEST MARKET SOLUTIONS, INC

"THE LEADING EDGE IN COMMODITIES"

www.midwestmarketsolutions.com



THE MARKET INSIDER WEEKLY NEWSLETTER

by: Brian Hoops, President

May 4, 2020

VISIT OUR WEBSITE AT www.midwestmarketsolutions.com

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

WHEAT

ANALYSIS

For the week, Chicago wheat closed \$.17 lower; Kansas City wheat closed \$.00 3/4 lower and Minneapolis wheat \$.06 1/2 lower. Last week, exporters did not announce any export sales .

In the weekly export inspections report; U.S. wheat exports last week were 18.4 million bushels, falling below the roughly 25.5 million bushel/week average estimated to reach the USDA's 985 million bushel export projection with only five full weeks remaining in the 2019/20 marketing year. Cumulative export inspections of 867 million bushels are up 5.1% from last year's 787 million, in line with the USDA's year-over-year projected gain, but have been slipping relative to last year having been up more than 10% as recently as late February.

In the USDA weekly crop progress and conditions report, U.S. spring wheat planting is 14% complete vs 18% expected, 7% last week, 11% last year and 29% average. Most of the progress remains in the PNW with Washington 88% done and Idaho is 61% complete with Minnesota 6%, South Dakota 36% and 5% done in North Dakota. Next week's normal pace is 43%.

Winter wheat conditions surprisingly dropped to 54% good/excellent vs 57% expected, 57% last week and 64% last year. All 3 classes conditions declined last week. Missouri improved 3% to 53% g/e; Illinois dropped 5% to 63% g/e; Kansas down 6% to 40%; Oklahoma declined 3% to 62%; Texas down 1% to 57% and Nebraska down 5% to 64%.

STRATEGY & OUTLOOK

Demand is forecast to be poor in the second half of 2020 as Russia, the Ukraine and Australia all have larger crops than last year. This will hurt US export business in the last half of 2020. This leaves supply rallies as the best marketing opportunities for producers.



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

www.TradeNavigator.com © 1999-2020

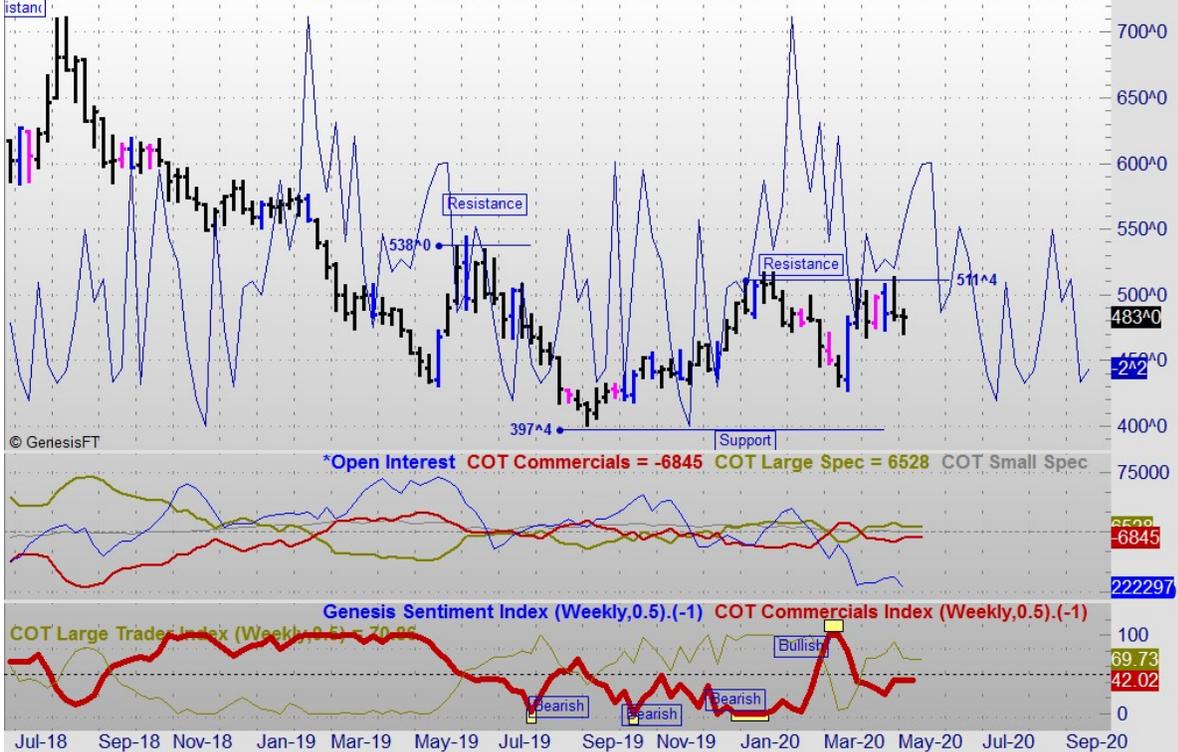
*Seasonal Trend (T) Outside Bar = False Inside Bar = False 05/01/2020 = 515^4 (-17^0)



KW3-067: Wheat KCBT (Elec) CAdj Liq @ KBT (Weekly bars)

www.TradeNavigator.com © 1999-2020

*Seasonal Trend (T) Outside Bar = False Inside Bar = False 05/01/2020 = 483^0 (-0^6)



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.