

Grain Market Update 1/6/17

Wheat saw a much needed positive week. Wheat was able to jump over its 100 day moving average and close out the week up 15 cents. Threats of winterkill in the U.S. and Ukraine/Russia were the big news that drove the market up to start the week and New Year off right. The market is also beginning to factor in the loss in planted wheat acres, with some estimates around 4.5 million acres of HRW switching to other crops. Next Thursday, the 12th, the crop production report as well as the winter wheat seedings report is released.



Corn started the week with 3 straight days up, but lost some of that Friday to close out the week up 6 cents. Weak export sales were a big cause for the lackluster Friday. A weaker dollar at the start of the week, as well the market positioning for the index fund rebalancing next week led to some small gains. The March futures contract has only traded in a 34 cent range since September 7th, we're on a four-month sideways trend.



If you're looking for any bids for grain picked up off the farm give us a call and we'll get you one. Also, if you're looking for new crop marketing strategies stop in or give us a call. We can help with putting together some breakeven numbers to set some goals for marketing new crop bushels. Utilizing different contract structures to set some floors is another option for this market.

Have a great week!