

# THE BUMP REPORT

Corn	Oct	LY	5 YR
CR, IA	-16	-12	-24
Decatur	5	0	-14
St Louis	15	15	-15
Soybean	Oct	LY	5 YR
CR, IA	-25	-30	-61
Decatur	15	0	-37
St Louis	15	12	-29

The White House continues to sing praises of their success of diverting the rail strike even though it will be several weeks till anyone will know if freight workers will accept the tentative agreement. Basis premiums have started to soften across the country as harvest slowly starts. The big question is will the corn processor get a fill of corn before bean harvest? The USDA reported corn harvested at 7% across the US which compares to 9% on average this time of year. Harvest is going to drag a little later this year across most of the country due to the very de-

layed spring planting. Looking around this area it does feel harvest has been delayed but will start ramping up next week.

Ukraine has recently had many military successes prepping the market for a Russian retaliation, however Russia took a different step as they will facilitate referendums in four Russian controlled areas in eastern Ukraine to officially annex the territories. Thoughts are if Ukraine then fires on these territories that Russia will claim war instead of a special operation, thus slowing or shutting down export operations in the Black Sea. Chinese agricultural trade data was released Monday showing lower imports from a year ago for majority of agricultural products besides sorghum as the slower Chinese economy has slowed demand. The EU parliament also passed an updated law prohibiting the imports of many ag products grown on deforested land. This would include the Amazon rainforest, thus prohibiting imports of many products out of Brazil.

US Weekly Inspections– W/E 9/19/2022				
(thousands of tonnes)				
Source: USDA				
	Trade Range	Actual	Last week	YTD (%YOY)
Corn	375-800	549	474	1,147 (+84%)
Soybeans	350-650	519	342	913 (+81%)
Wheat	300-625	790	758	7,212 (-7%)

## China's Agriculture Imports 2022

(thousands of tonnes)

	Aug	YOY	Jan-Aug	YOY
Wheat	530	(25%)	6,250	(10%)
Corn	1,800	(44%)	16,930	(21%)
Barley	250	(64%)	4,050	(43%)
Pork	140	(50%)	1,070	(64%)
Sugar	680	+36%	2,730	(8%)
Sorghum	670	(18%)	8,010	+19%
Soybeans	7,170	(24%)	61,340	(9%)

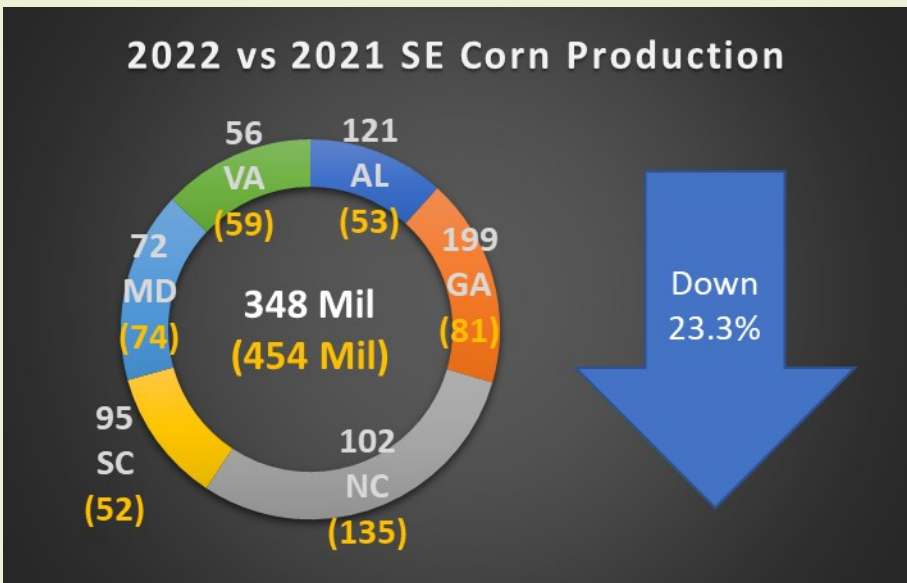
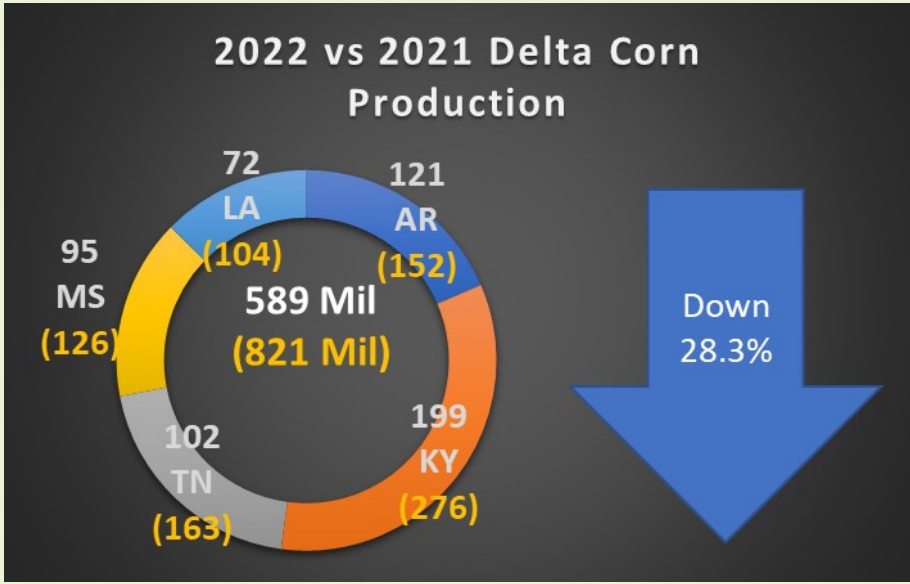
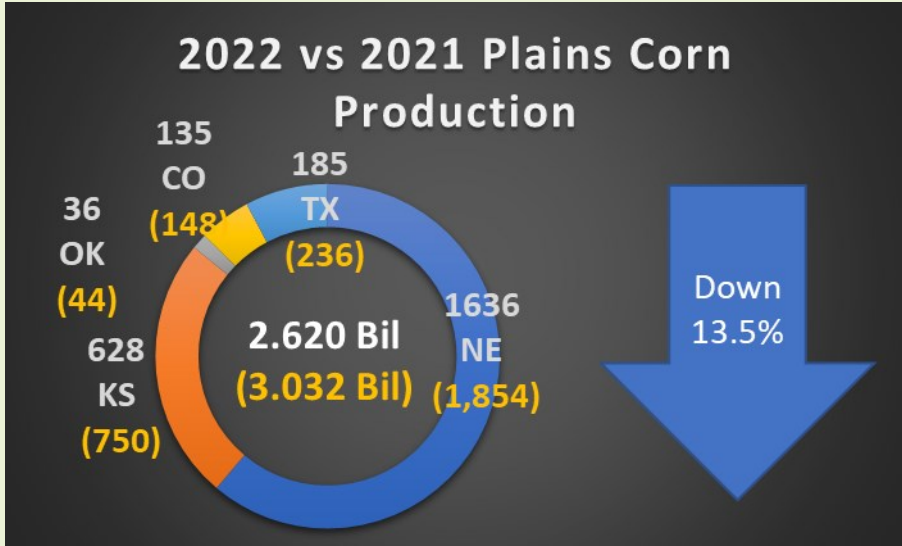


**Collette's Question**

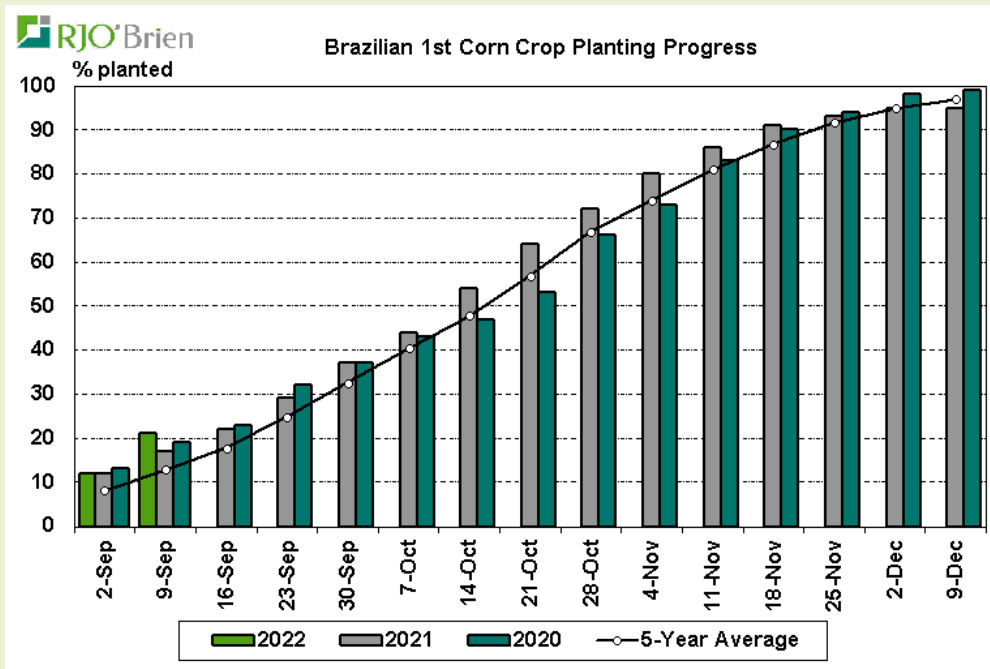
Who were the 2 future US Presidents to sign the Constitution?

**Corn Production lower in key livestock feeding states**

Corn production in the latest USDA report showed that the major livestock feeding regions have 13-28% less corn than a year ago. The question becomes can the rail system meet the needs of the increased demand coming from the major feeding areas? If a rail strike did happen this would severely affect cattle and broiler feeders across the country given the specific shortage of feed in these specific regions and should support domestic basis across the country.



**Collette's Answer  
Washington and Madison**



**2023 Dec Corn @ \$6.32**

Est. a \$950 cost of production– ROI of 30%

Options ideas and approx. investment

Short Dated CZ23 to 2/24/23 6.00 put —17 cents

Full dated CZ23 6.00 put —50 cents

Full Dated CZ23 7.00 call—44 cents

**Cost of Production at \$950**

	170	180	190	200	210	220	230	240	250
<b>\$4.00</b>	-\$270	-\$230	-\$190	-\$150	-\$110	-\$70	-\$30	\$10	\$50
<b>\$4.25</b>	-\$228	-\$185	-\$143	-\$100	-\$58	-\$15	\$28	\$70	\$113
<b>\$4.50</b>	-\$185	-\$140	-\$95	-\$50	-\$5	\$40	\$85	\$130	\$175
<b>\$4.75</b>	-\$143	-\$95	-\$48	\$0	\$48	\$95	\$143	\$190	\$238
<b>\$5.00</b>	-\$100	-\$50	\$0	\$50	\$100	\$150	\$200	\$250	\$300
<b>\$5.25</b>	-\$58	-\$5	\$48	\$100	\$153	\$205	\$258	\$310	\$363
<b>\$5.50</b>	-\$15	\$40	\$95	\$150	\$205	\$260	\$315	\$370	\$425
<b>\$5.75</b>	\$28	\$85	\$143	\$200	\$258	\$315	\$373	\$430	\$488
<b>\$6.00</b>	\$70	\$130	\$190	\$250	\$310	\$370	\$430	\$490	\$550
<b>\$6.25</b>	\$113	\$175	\$238	\$300	\$363	\$425	\$488	\$550	\$613
<b>\$6.50</b>	\$155	\$220	\$285	\$350	\$415	\$480	\$545	\$610	\$675
<b>\$6.75</b>	\$198	\$265	\$333	\$400	\$468	\$535	\$603	\$670	\$738
<b>\$7.00</b>	\$240	\$310	\$380	\$450	\$520	\$590	\$660	\$730	\$800

**Upcoming Reports**

**Quarterly Stocks and Crop Production —Sept 30th**

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