

OCTOBER, 2020

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# WASDE REPORT SUMMARY

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**CORN-** Another month has passed, which means another Supply and Demand report has been released. It is needless to say that there was quite a bit of movement on the corn side of things. To start off, we saw on the September 30<sup>th</sup> that they decreased the carryout for last years crop. This changed our carry-in for this years crop to a more attractive level at 1.995 billion bu.. This was a decrease of 258 million bu.. Along with this, we also saw a decrease in planted acres from 92 million to 91. Projected harvested acres also saw a million acre decrease to 82.5 million acres. Expected yield also decreased ever so slightly to 178.4. These numbers changed our total production to 14.722 billion bushels. The change in carry-in and production decreased our amount available by quite a larger number.

Nearly 436 million bushels. This was a large drop, but much of which was already expected in the market. These drops were somewhat diminished because the USDA cut feed use and ethanol by 50 million bushels each. Even with these changes to the usage category we saw a total decrease of 336 million bushels to our 2020 carryout, which puts us at 2.167 billion bushels. That is the smallest number we have seen for carryout for this crop. This has led the USDA to increase the national farm price to 3.60. Overall, this report tends to lean on the bullish side thanks to the decrease in production and carry-in values.

**BEANS-** The bean report was also filled with fireworks. There are several different factors that make the bean report bullish. As we know from the September 30<sup>th</sup> quarterly stocks report they decreased the carry-in by 52 million bushels. Along with this, they decreased production by 45 million bushels. This is thanks to a .7 million acre decrease on both planted and expected harvested acres. Both the change in carry-in and production decreased our total available bushels 97 million. This would make our total available 4.806 million bushels. We also saw a large increase in the export's category by 75 million bushels. In this report we saw beans make a large shift in carryout. It moved from 460 million bushels to 290 million bushels, a total of 170 million bushels. This has caused the national farm price to raise to 9.80. Overall, I would say that this report was bullish on the bean side because of the large drop in the carryout number.

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