

SEPTEMBER, 2020



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SEPTEMBER'S WASDE REPORT

BEANS SUMMARY

DARRIN WAX



September bean report showing decrease in production, yield, and stocks since the August WASDE. 2020 US Production is projected at 4.313 billion bushels, down 112 million from last month and just 27 million more than trade expectations. Yield Forecast dropped 1.4 bpa from August, coming in at 51.9 bpa, just 3/10 of a bushel above the anticipated yield. US stockpile estimate for 2019/20 is down 40 million bushels from last month, at 575 million bushels. 2020/21 Stockpiles are estimated to be down 150 million bushels at 460 million. Since last month, the season-average soybean price is up 90 cents at \$9.25 (and climbing). Keep in mind, this report is based on conditions as of September 1st.

CORN SUMMARY

LAVE AVENATTI



There was much anticipation for this report. It was expected that overall production would decrease from the August prediction. This held true. Although the drop in carryout was not as much as expected. Exports on the corn side increased 100 million bu. This and decreased production has helped with the overall decrease in the carryout. It was lessened because decreases in ethanol, industrial, and feed use expectations. Average trade prediction had the carryout decreasing to 2.439 billion bu which is lower than the 2.503 billion bu that the USDA released. The decrease is bullish in terms of numbers, but the market was expecting a little bit more of a drop on carryout number. Therefore, the market hasn't gone skyrocketing up. The big story on the corn side is that harvested acres decreased to 83.5 million acres. There hasn't been a decrease in harvested acres in the September report since 2006. This shows that they are considering the damage of the derecho. Farmers are being resurveyed in Iowa so this number on harvested acres could decrease even more in the October report. There is still the potential for upside on corn, but we need to continue to monitor the Iowa situation.



September WASDE US S&D Numbers

	Planted	Harvested	Yield	Avail Bu	TOTAL USE	CARRYOUT	CARRY/USE	Ave Farm Price/bu
Corn 19/20	89.7	81.3	167.4	15,883	13,630	2,253	16.50%	\$3.60
Corn 20/21	92	83.5	178.5	17,178	14,675	2,503	17.10%	\$3.50
Beans 19/20	76.1	75	47.4	4,477	3,862	575	14.70%	\$8.55
Beans 20/21	83.8	83	51.9	4,903	4,442	460	10.40%	\$9.25

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