

**The heat is on!**

Corn fell back 13 cents while soybeans gained 14 in the July contracts. New crop contracts did even better. Overnight both moved higher as the concern of high temperatures in the N. Plains & N. Midwest. These areas are dry and high temps will be not welcome. The heat will help the well saturated areas south of there but you need good crops in most growing areas if you want to achieve record yields. Soybean oil continues to march higher pulling soybeans along for the ride even as cash basis weakens across the Midwest. China is fighting food inflation by trying to limit futures market speculation while also trying to weaken their currency vs the dollar. They can try to manipulate the markets but the markets know they need to import cash commodities and it will be hard for them to step away for long enough to scare the market.

**Today's Corn Outlook:** Corn lost 13.75 cents in July while December was off only 4.25 cents. Overnight corn took back 8 cents from yesterday's losses. Demand remains strong and we have a short term weather market the next week or two. The models are still dry for the most part and should be supportive to end the week.

**July Corn Technicals :** Corn market has bullish sentiment and is looking to challenge the 7.00 level. Bears need to see a move under 6.60.

**Today's Soybean Outlook:** Beans put on another 14 cents in July and 16.75 cents in November. Up 20 cents overnight as the soybean oil market moves higher putting in new highs daily. Asian oil markets are moving higher as well. Meal continues to drag but the crush is slowing and the oversupply of meal should taper this summer and maybe put some support under the market.

**July Soybean Technicals:** The soybean market is short term bearish and selling below 15.00 will open up 14.75. Bulls need to move back over 15.65

**Exports:** None to report.

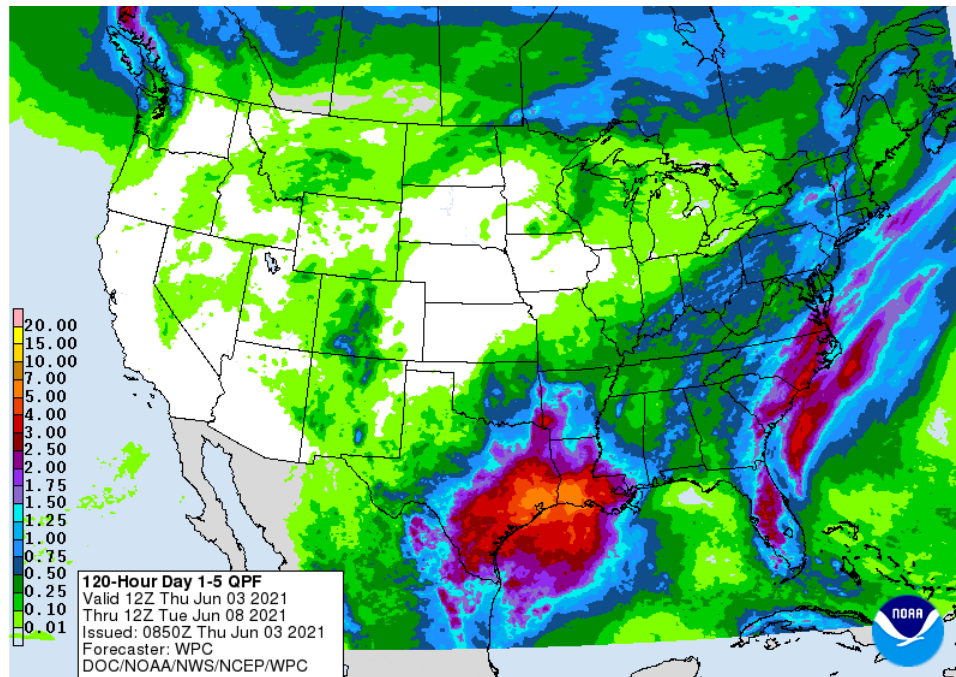
**Weather:** The June extended forecasts have hotter and drier outlooks. Brazil did get weekend rains over ¼ the Safrina area.

**Dollar Index:** The dollar is trading 37 ticks higher this morning at 90.29.

**Brazilian Real:** The Real is trading 13 ticks lower this morning at 1950.

**Additional Comments:**

5 Day Rainfall Accumulation Forecast



**Disclaimer**

**This material has been prepared by a sales or trading employee or agent of New Frontier Capital Markets, LLC and is, or is in the nature of, a solicitation. This material is not a research report prepared by New Frontier Capital Markets, LLC. 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 New Frontier Capital Markets, LLC 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.