

Commodity Activity - Weekly Average

10/3/2011	This Week	Last Week	YTD Avg	Last Year	vs. Last Week	vs. Last Year
CME Group						
Corn	↓	598.25	631.20	697.02	495.50	-5.22% 20.74%
Soybean	↓	1164.7	1231.1	1359.5	1077.6	-5.39% 8.08%
Soy Meal	↓	300.56	317.96	356.28	296.70	-5.47% 1.30%
Soybean Oil	↓	0.4911	0.5158	0.5647	0.4400	-4.79% 11.61%
Rough Rice	↓	15.63	15.95	15.14	12.69	-2.04% 23.13%
Wheat	↓	614.45	641.74	737.22	669.50	-4.25% -8.22%
Cheddar Barrel	↑	1.701	1.658	1.806	1.735	2.59% -1.96%
Cheddar Block	↑	1.734	1.721	1.830	1.767	0.76% -1.84%
Milk Class III	↓	17.76	18.69	18.13	16.68	-4.95% 6.50%
Butter AA	↑	1.764	1.760	2.035	2.194	0.20% -19.62%

Source: CME Group

USDA Weekly Prices						
Live Cattle	↑	1.207	1.160	1.120	0.968	4.00% 24.62%
Course Ground Beef	↓	1.767	1.815	1.986	1.440	-2.64% 22.71%
Live Hog	↑	0.6230	0.6020	0.5976	0.5260	3.49% 18.44%
Pork Bellies	↑	1.22	1.15	1.29	1.06	6.09% 15.53%
Chicken Whole (GA Dock)	↔	0.8900	0.8900	0.8685	0.8700	0.00% 2.30%
Crude Corn Oil	↓	55.40	57.00	63.97	46.10	-2.81% 20.17%
Crude Peanut Oil	↑	109.00	108.60	92.50	75.00	0.37% 45.33%

Source: USDA

NYMEX Futures & Retail						
Crude Oil	↓	79.71	81.45	95.13	82.37	-2.14% -3.23%
Heating Oil No.2 Spot	↓	274.65	282.75	293.65	226.56	-2.86% 21.23%
On Highway Diesel	↓	374.90	378.60	383.42	300.00	-0.98% 24.97%
On Highway Gasoline	↓	343.30	350.90	358.13	273.20	-2.17% 25.66%
Natural Gas	↓	3.581	3.756	4.196	3.721	-4.66% -3.76%

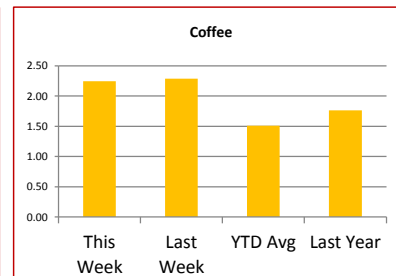
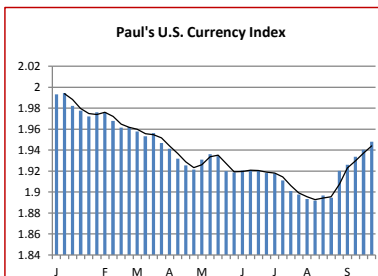
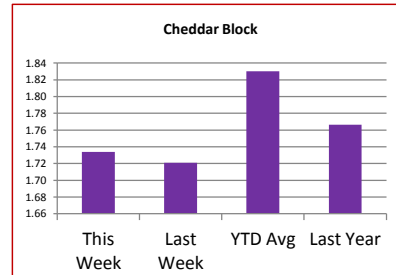
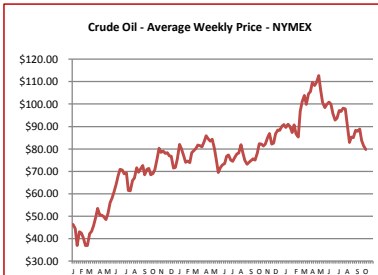
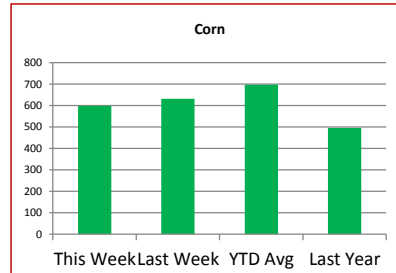
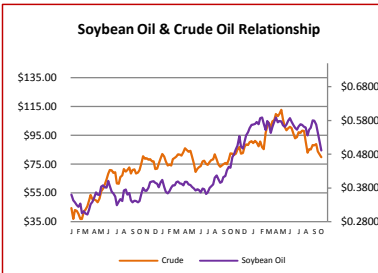
Source: New York Mercantile Exchange

Federal Reserve						
*Euro	↓	1.333	1.3543	1.4039	1.3849	-1.57% -3.75%
*British Pound	↓	1.5438	1.562	1.6119	1.5893	-1.17% -2.86%
Canadian Dollar	↑	1.0462	1.0293	0.9799	1.0169	1.64% 2.88%
Chinese Yuan	↓	6.375	6.394	6.493	6.687	-0.30% -4.67%
Swiss Frank	↑	0.920	0.900	0.879	0.967	2.21% -4.83%

Source: Federal Reserve Bank of New York

NYBOT Futures						
Sugar 16	↓	33.00	37.05	36.41	37.32	-10.93% -11.58%
Coffee	↓	2.2435	2.2890	1.5125	1.7632	-1.99% 27.24%

Source: Intercontinental Exchange



Market Commentary

Commentary:

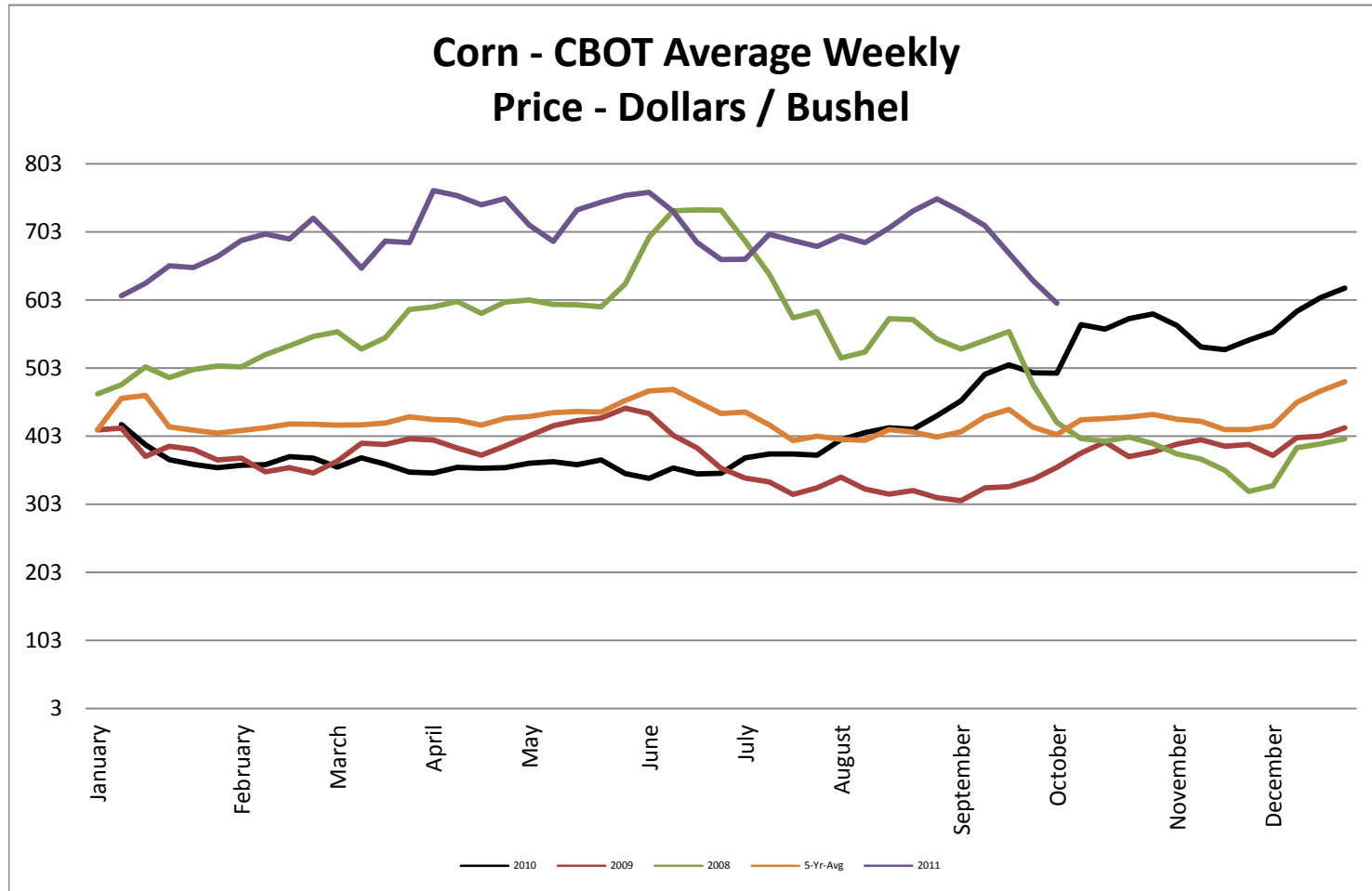
The market's direction is always based on multiple inputs. What were the inputs last week, and did the scale dip toward the bulls or the bears. Well, it was simple the inputs were heavily weighted toward the bears last week. The U.S. dollar continued to remain stronger than the euro and other European currencies, crude oil was lower, gold was lower, weather has been good for harvest and the harvest is nearly 50% complete, and China jumped back in to buying beans following one of their holidays. While there certainly was some buying last week as volatility suggests, as does the actual data, the funds were net sellers, selling more than 54,000 corn contracts, trumping the commercial buyers' activity. Each corn contract equals 5,000 bushels, that is 270 million bushels technically sold on Friday alone. That has a tendency to move the market lower. Index funds also liquidated about 55,000 soybean contracts on Friday. Other bearish news is that next week's USDA report is expected to be bearish, so the traders, armed with that information are already trading on it, so the markets moved lower. When the report does actually come out, it is likely to have little effect. In reality, most traders do not trust the USDA, as in recent past it is clear their numbers were incorrect, regardless of political reasons or not, they were wrong. But the bears are looking to cash in, and frankly, this downturn has been a great buying opportunity. The markets are way oversold. It is likely that early next week the markets will bounce and start to climb higher, though, I believe they will stay in a tight short-term range as the harvest activity will not let it get too high. One very important bullish factor coming into the market now is that farmers are holding on to their grains, waiting for prices to turn higher before selling. To this point, cash values are higher than futures prices currently. The global outlook for grains will be released the week of October 10th.

Corn futures closed between \$5.87-3/4 and \$6.05-1/2 per bushel, ending the week at \$6.00.
Soybean futures closed between \$11.58-1/4 and \$11.77-1/2 per bushel, ending the week at \$11.58-1/4.
Soybean meal futures closed between \$298.30 and \$303.20 per short ton, ending the week at \$300.10.
Soybean oil futures closed between \$0.4879 and \$0.4976 per pound, ending the week at \$0.4907.
Wheat futures closed between \$6.04 and \$6.25-1/4 per bushel, ending the week at \$6.07-1/2.

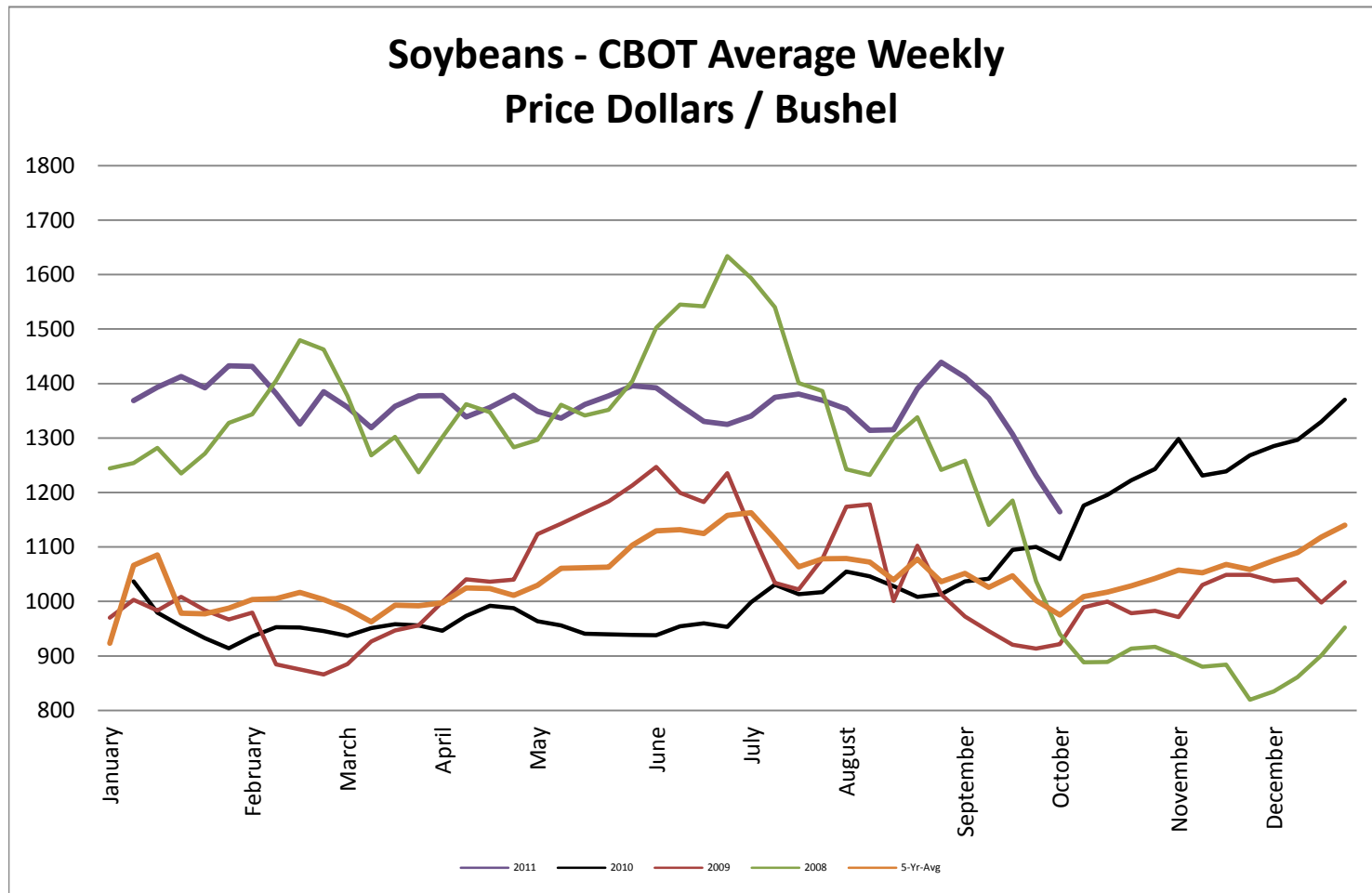
* Used as the indexing unit of measure for this exchange rate

Commodity Information: Commodity information found in this sheet is publically available. It can be found from numerous sources, all of which are noted. This report is for informational purposes only. Please do not make hedging or buying decisions based on this report. Please note that rounding can affect the percent of change values.

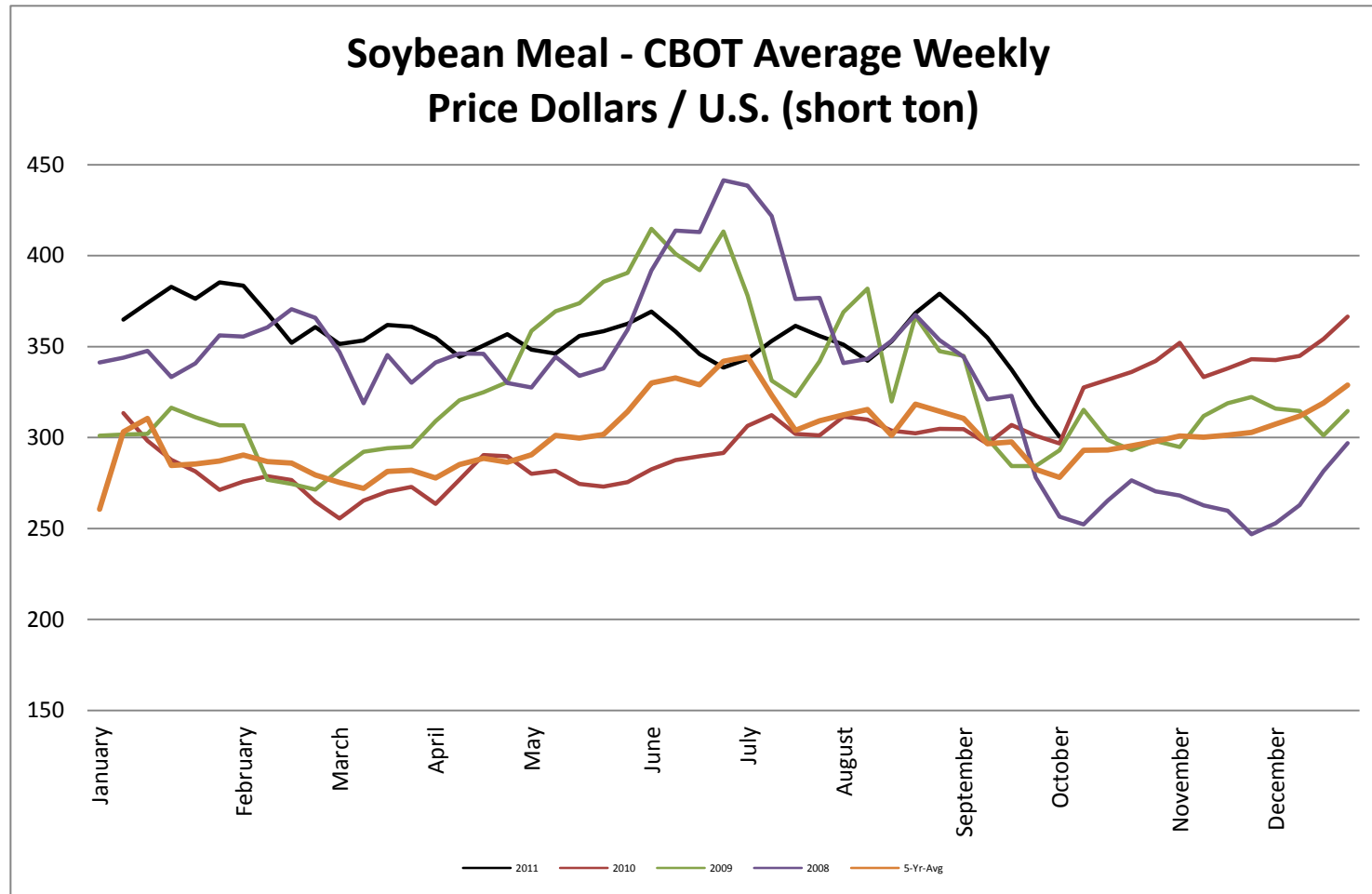
Corn - CBOT Weekly Futures Price



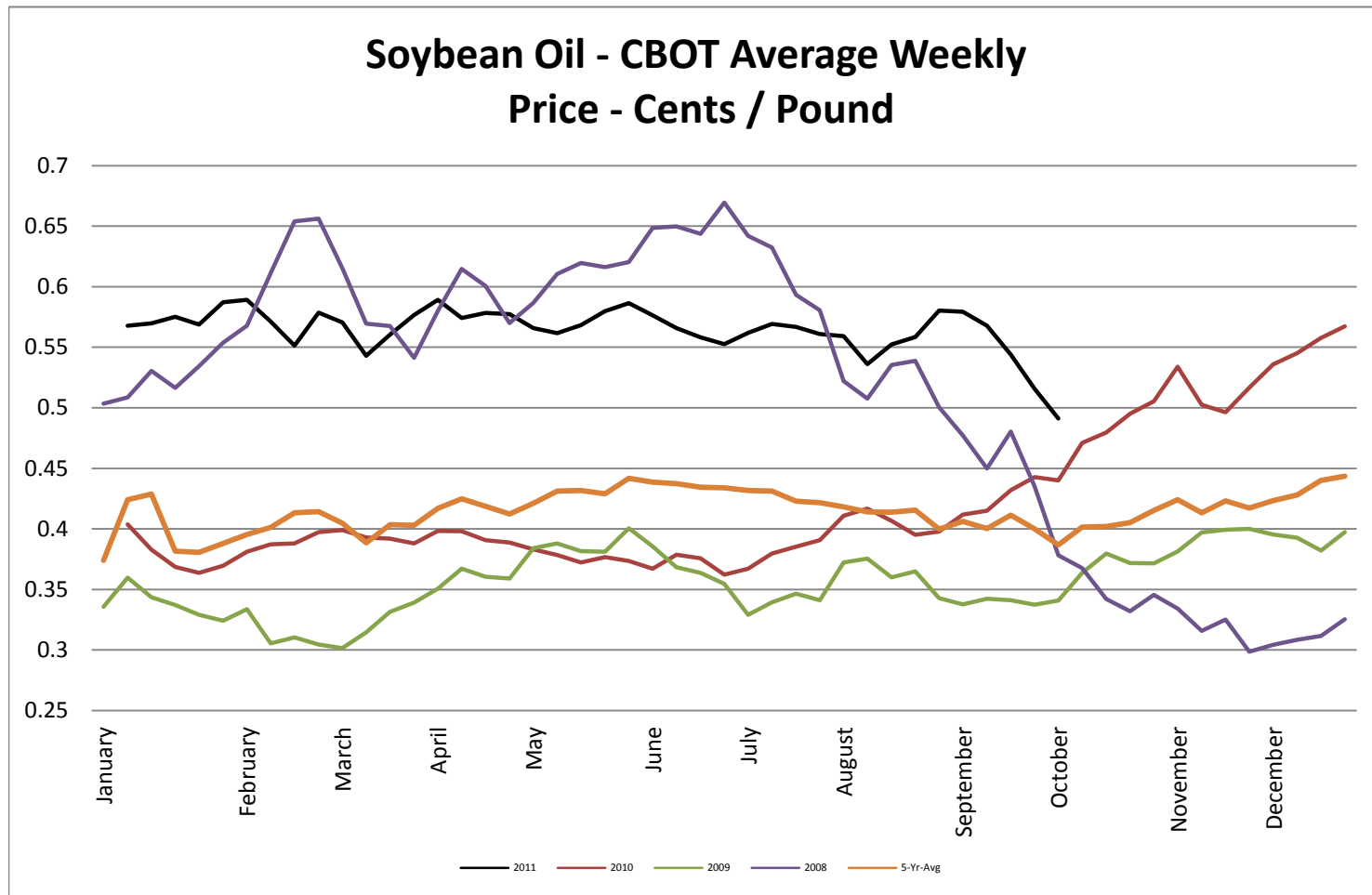
Soybeans - CBOT Weekly Average Price - Dollars / Bushel



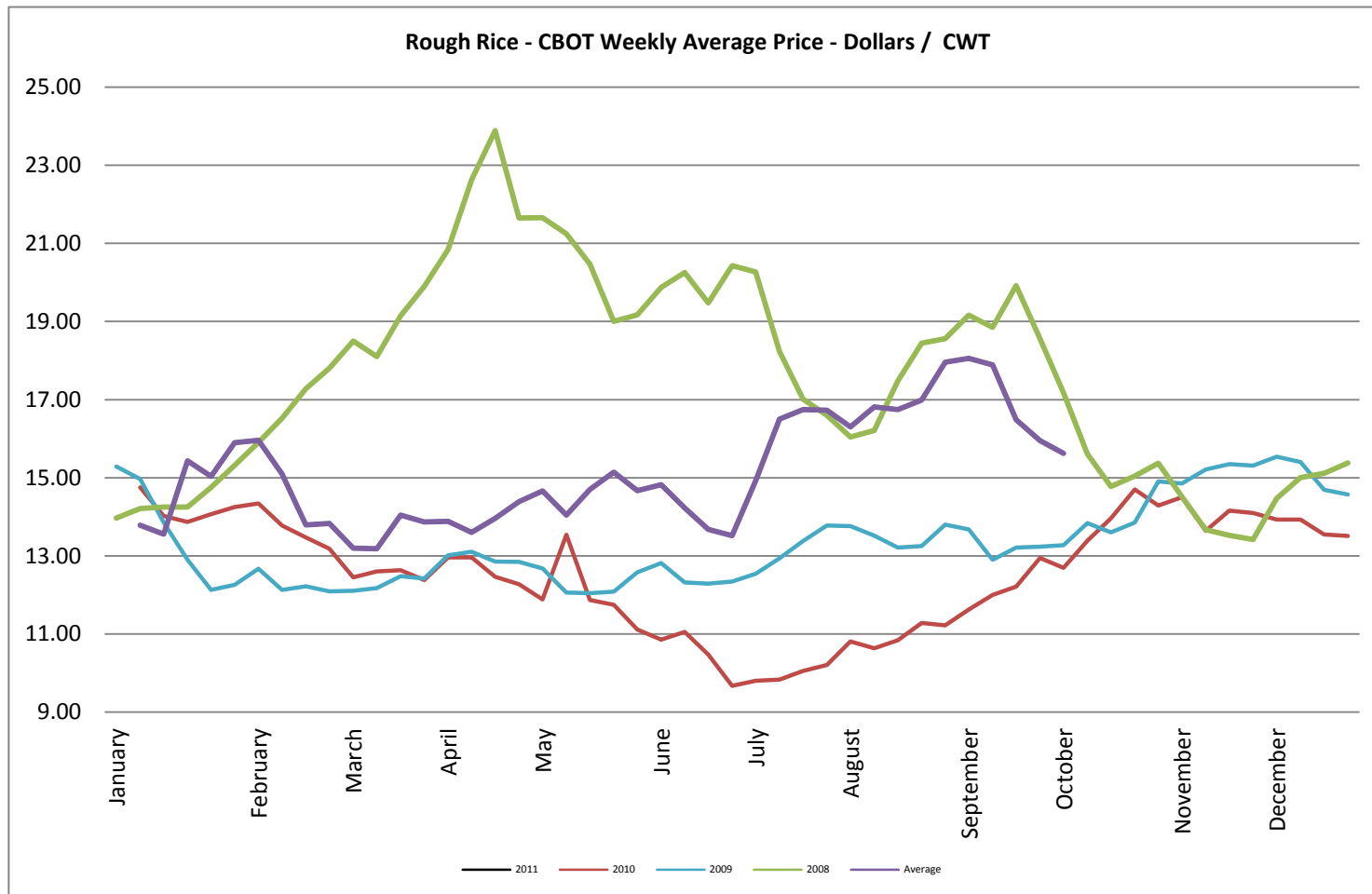
Soybean Meal - CBOT Weekly Average Price - Dollars / US Ton



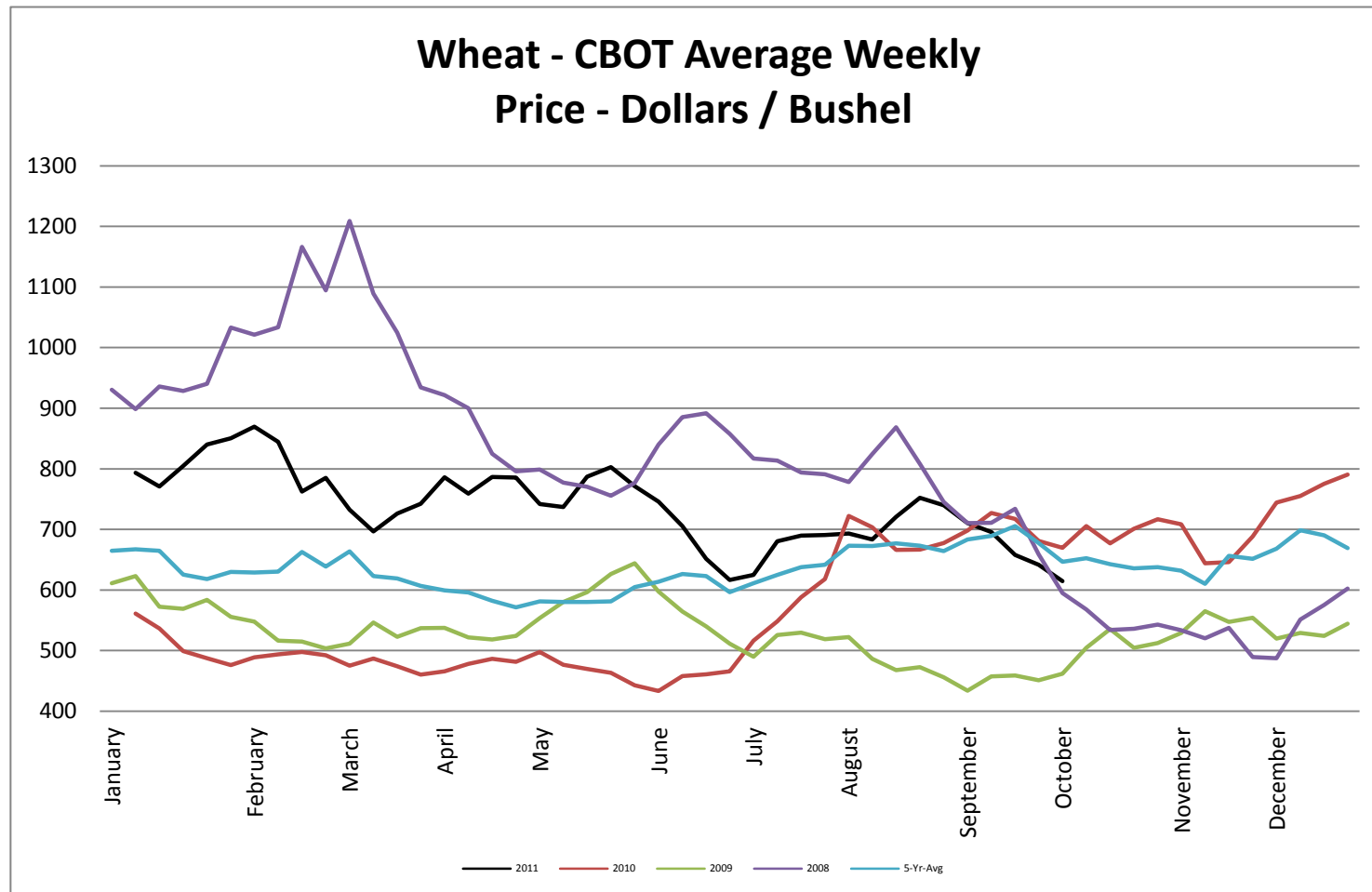
Soybean Oil - CBOT Weekly Average Price - Cents / Pound



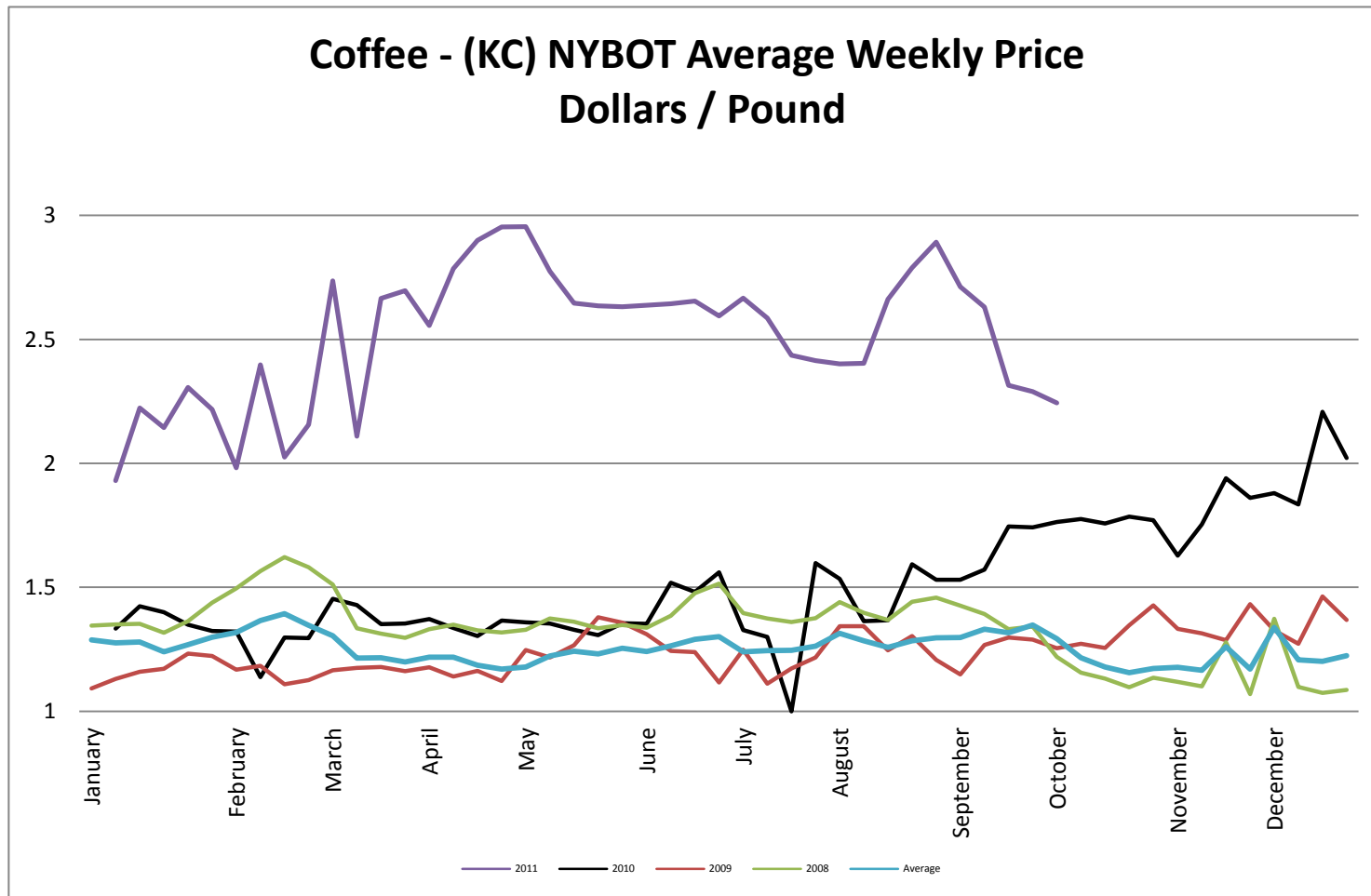
Rough Rice - CBOT Weekly Average Price - Dollars / CWT



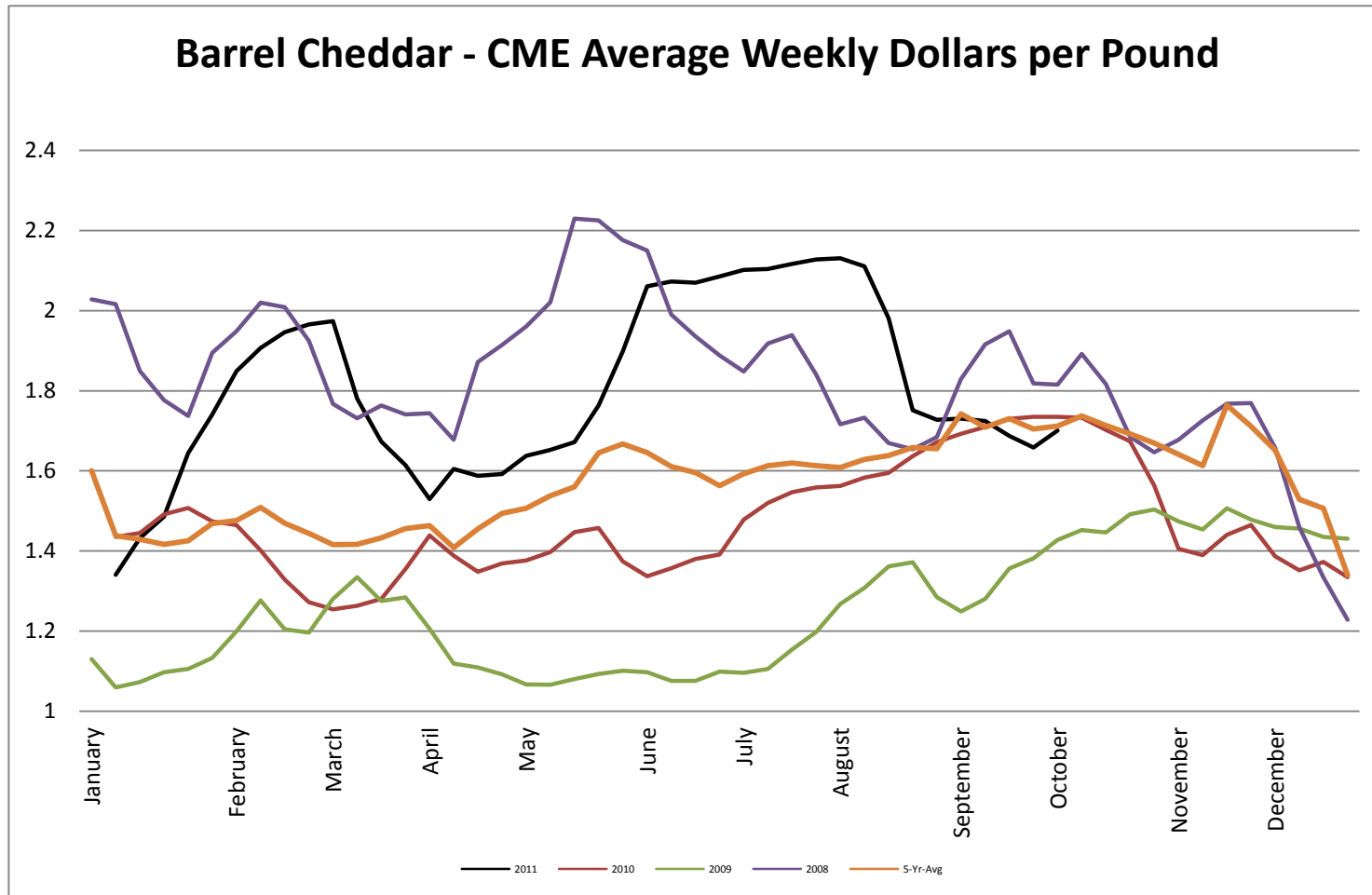
Wheat - CBOT Weekly Average Price - Dollars / Bushel



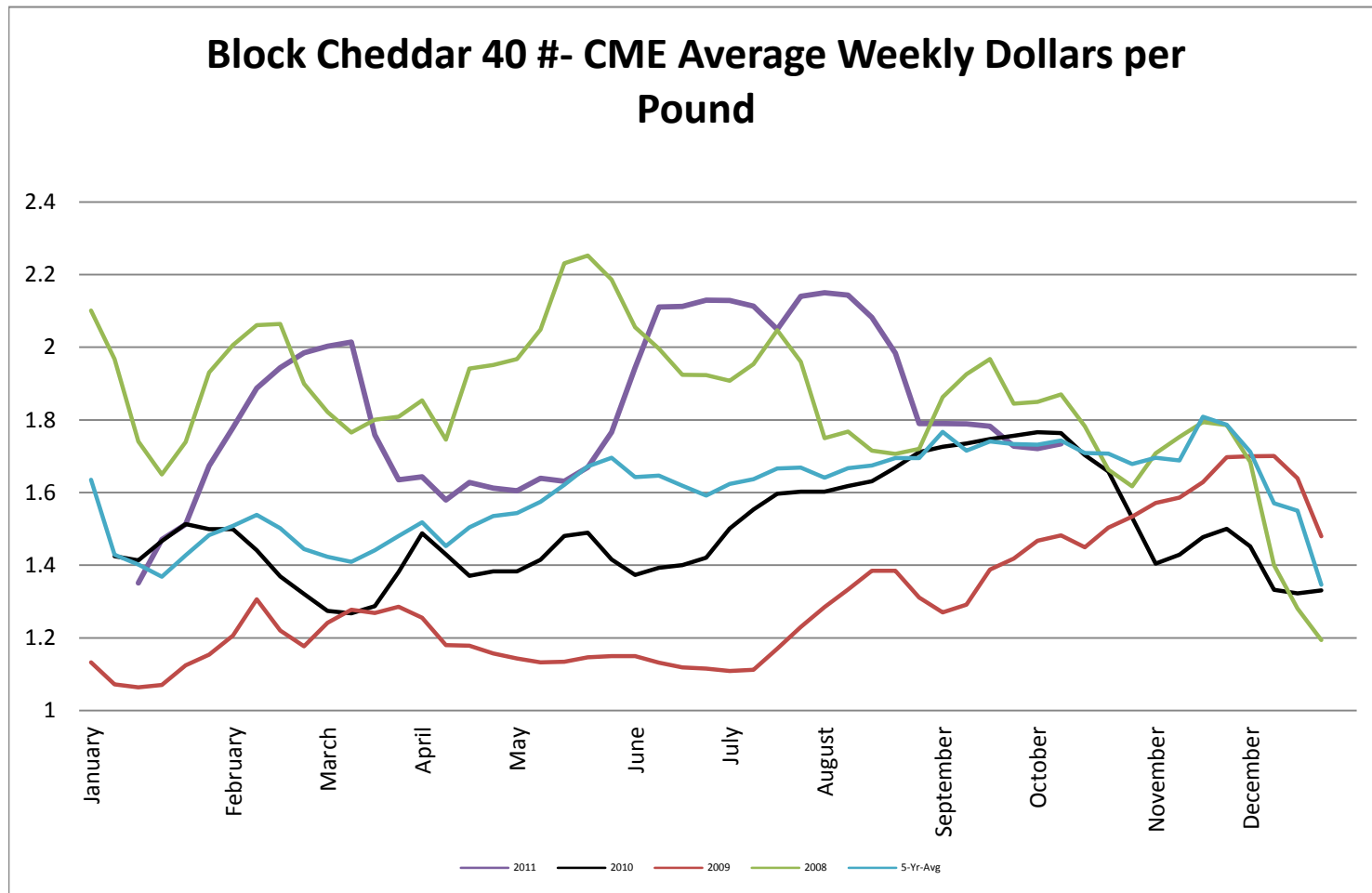
Coffee - (KC) NYBOT Average Weekly Price - Dollars per Pound



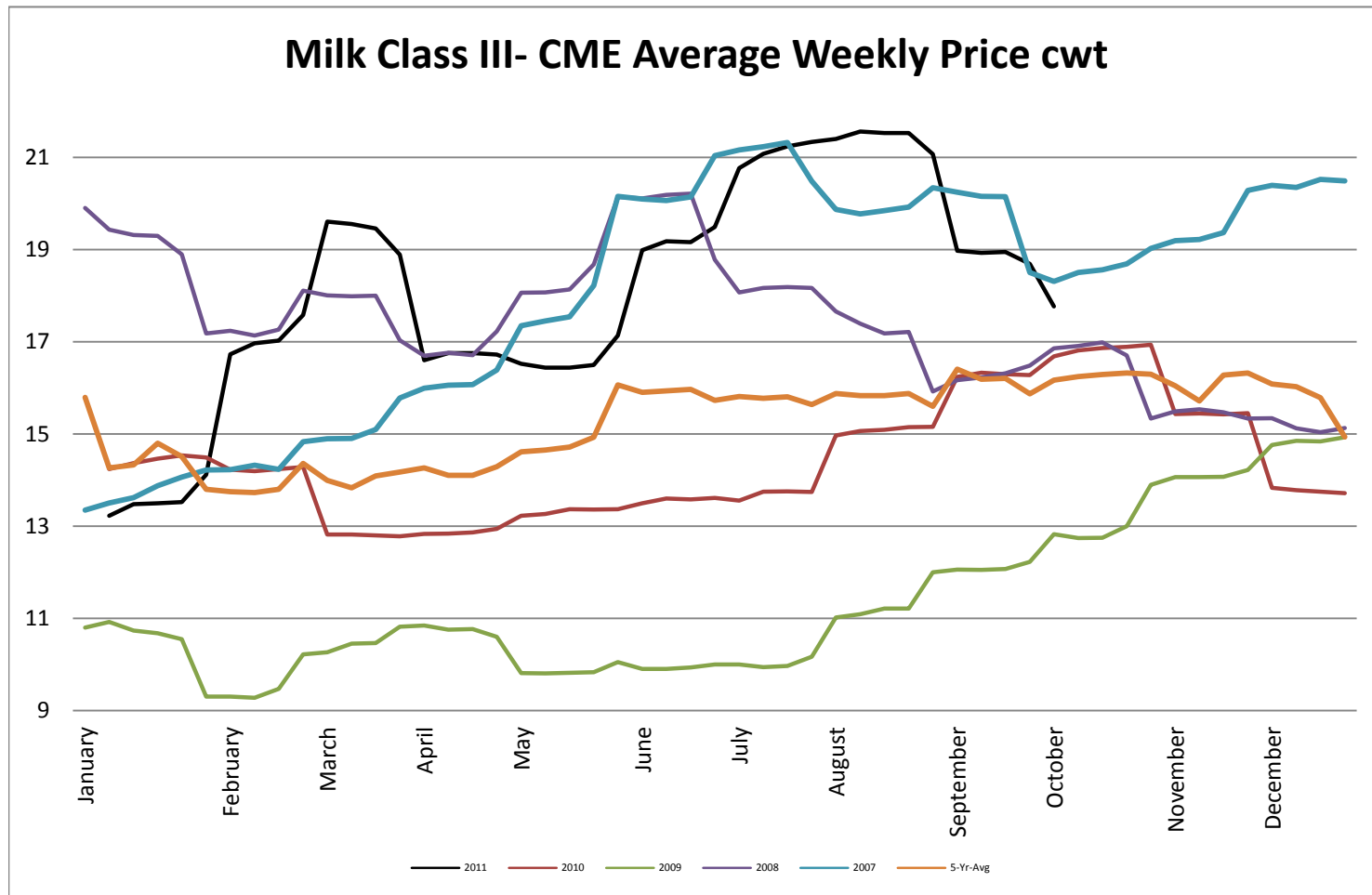
Barrel Cheddar - CME Average Weekly Price / Pound



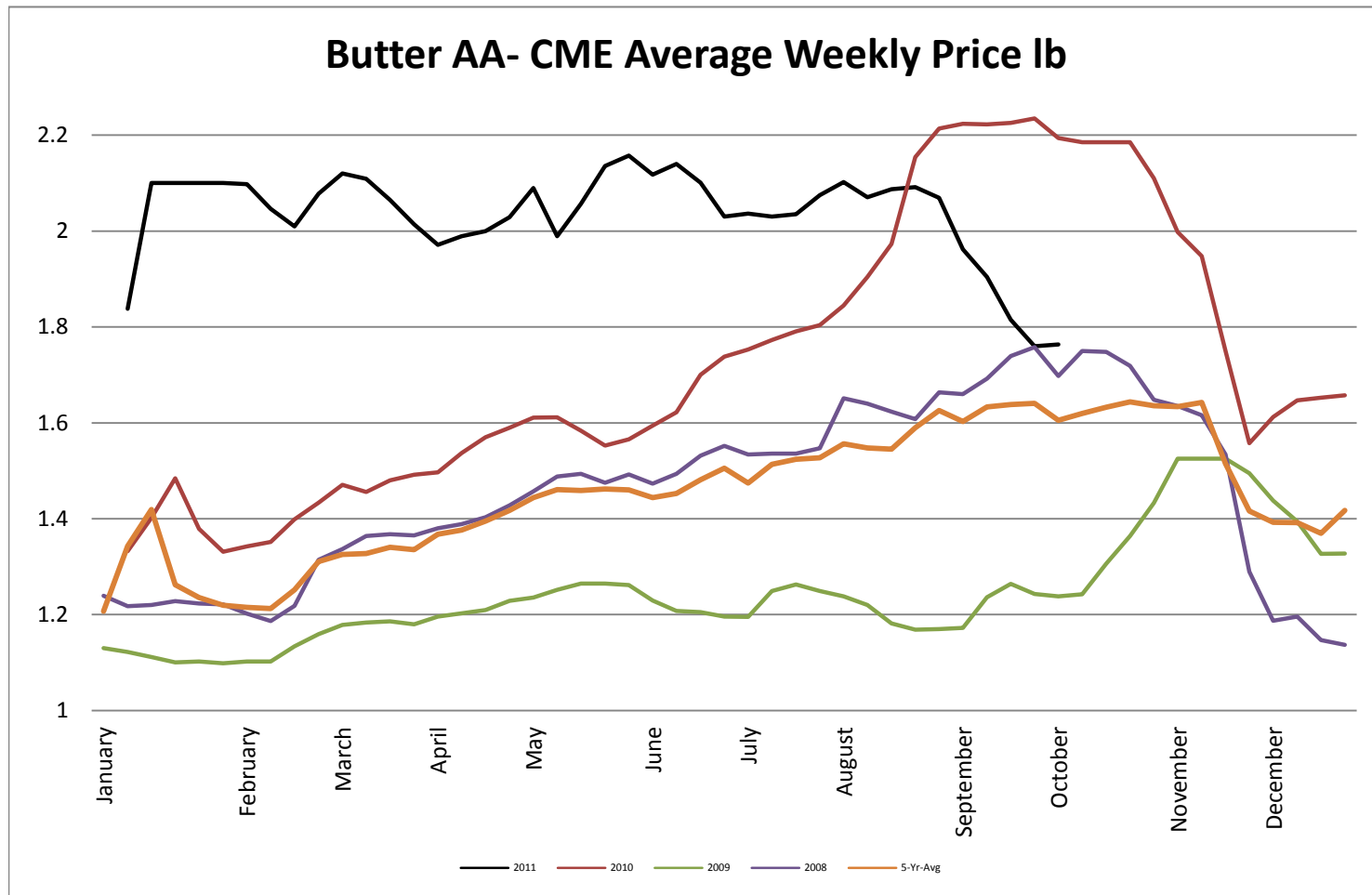
40 LB Block Cheddar - CME Average Weekly Price / Pound



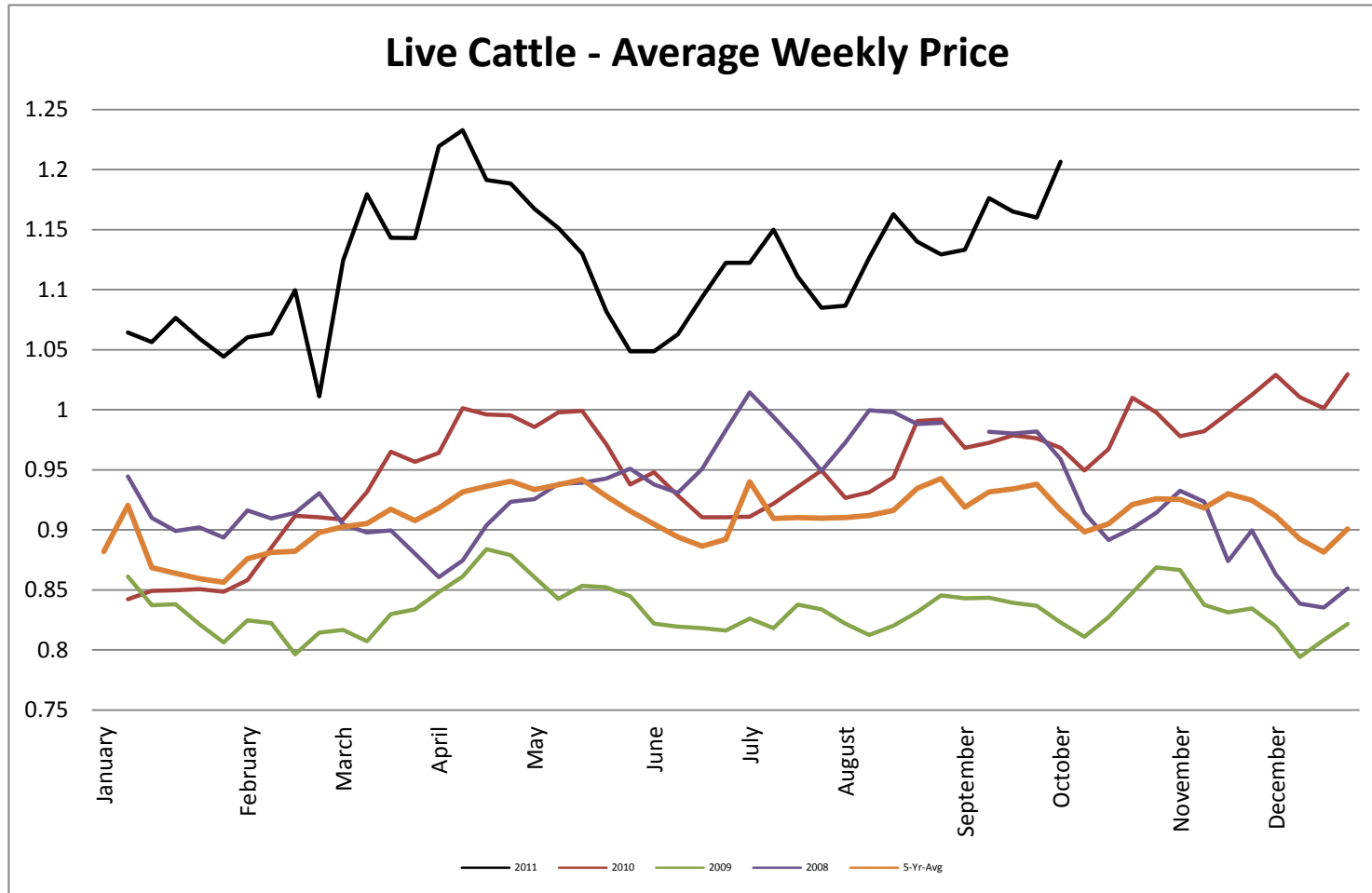
Milk Class III - CME Average Weekly Price CWT



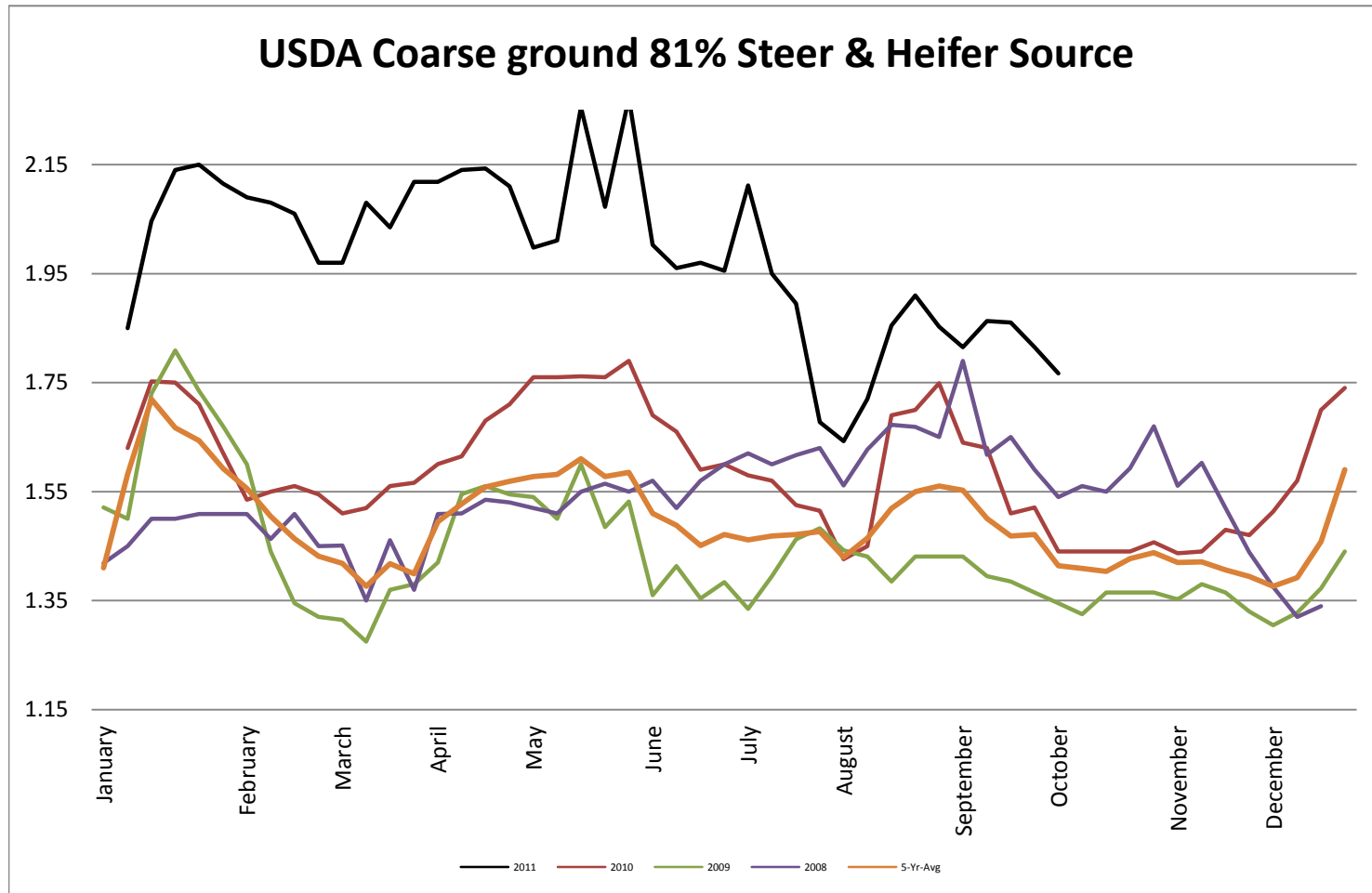
Butter AA - CME Average Weekly Price lb



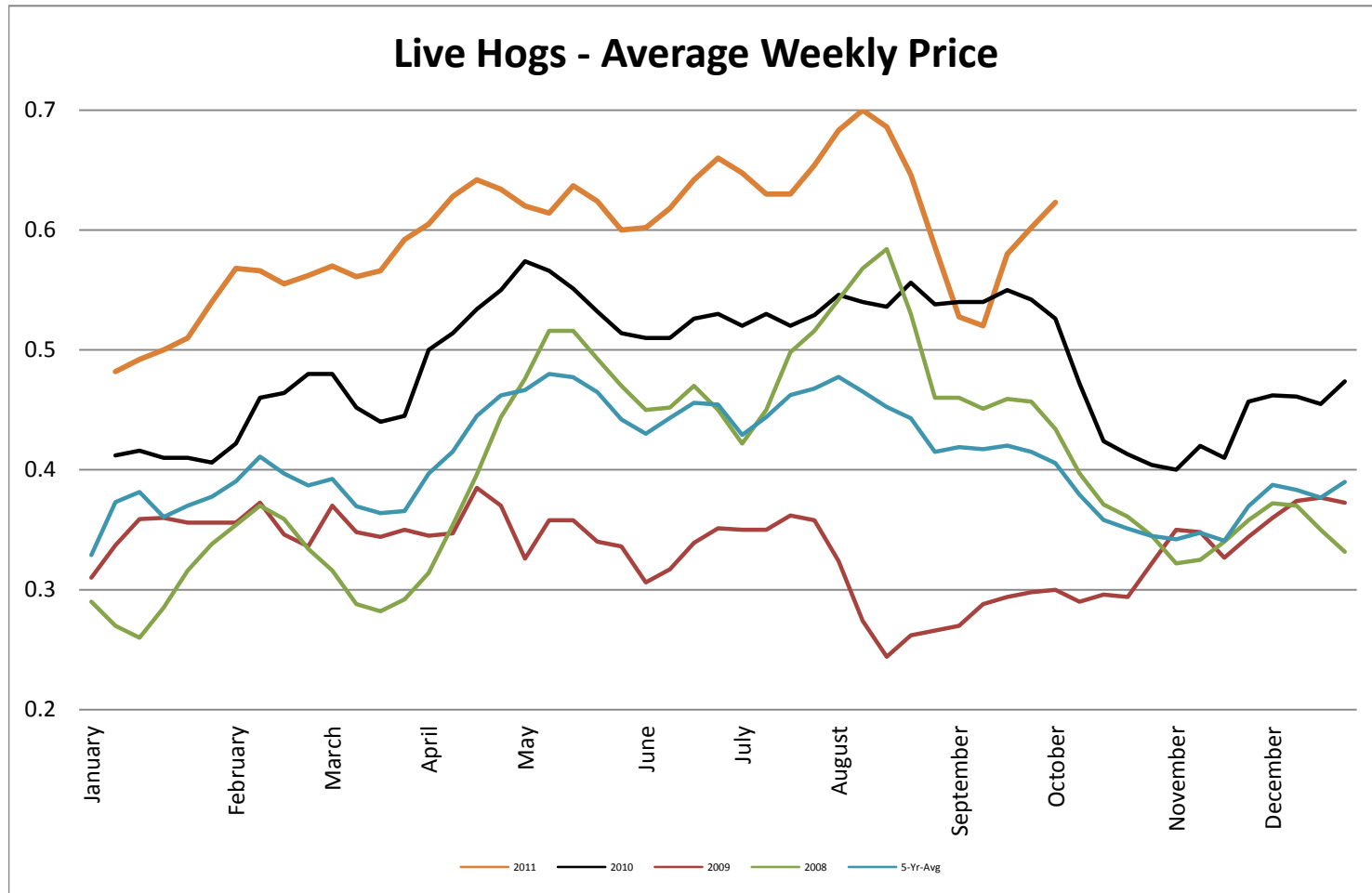
Live Cattle - Average Weekly Price USDA - 6 State Average



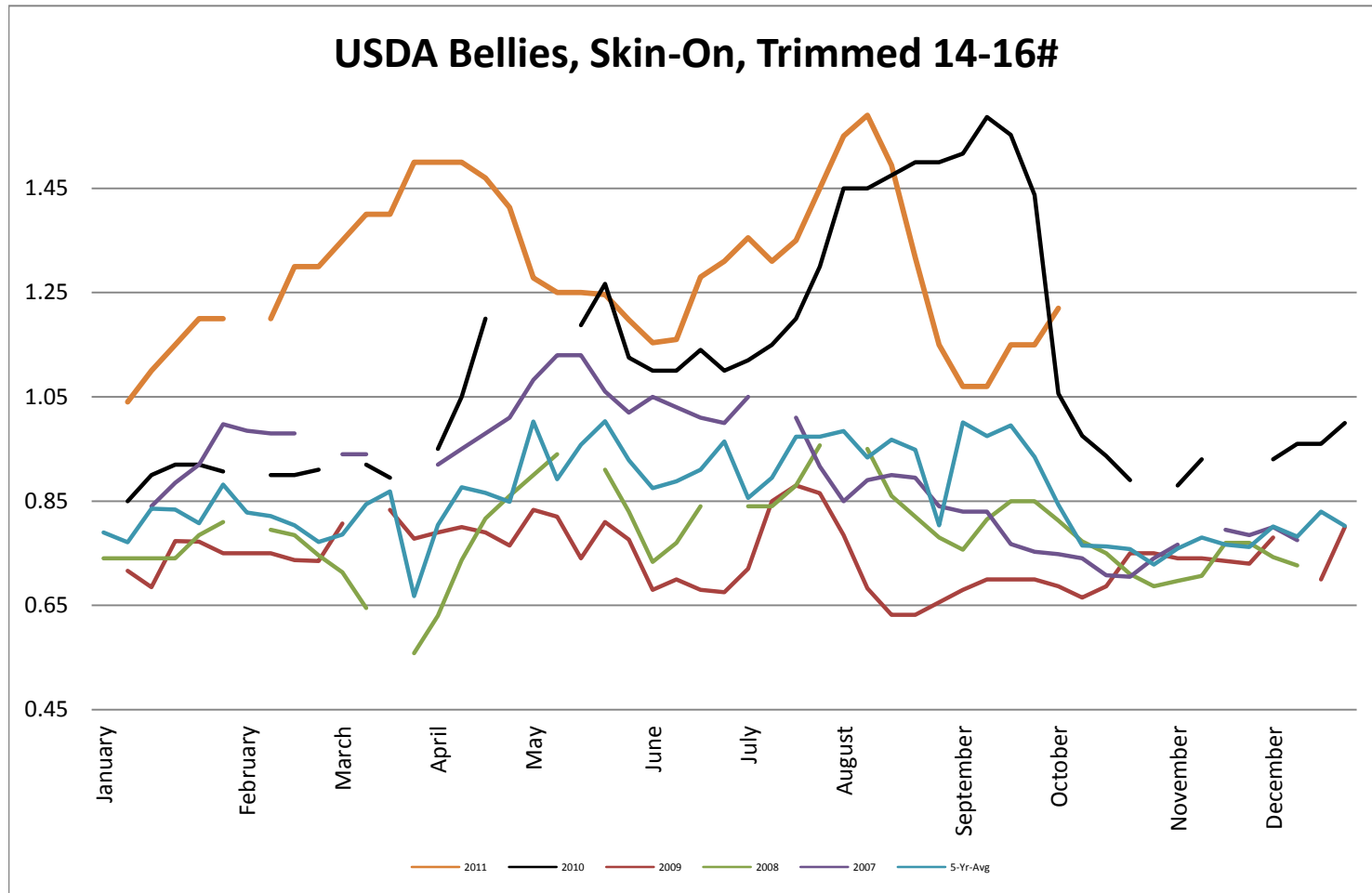
USDA Coarse ground 81% Steer & Heifer Source



USDA Live Hogs - Average Weekly Price

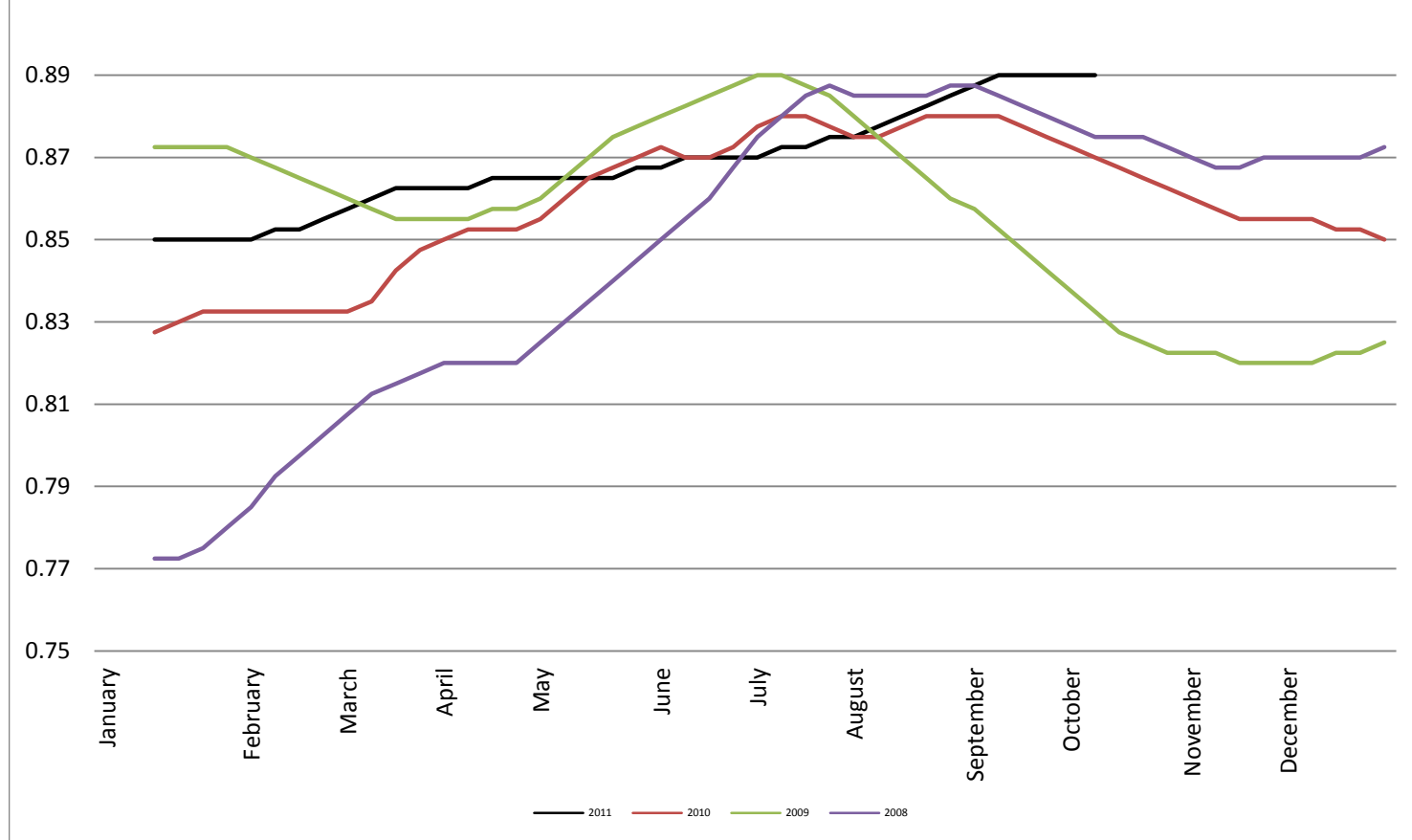


USDA Bellies, Skin-On, Trimmed 14-16#

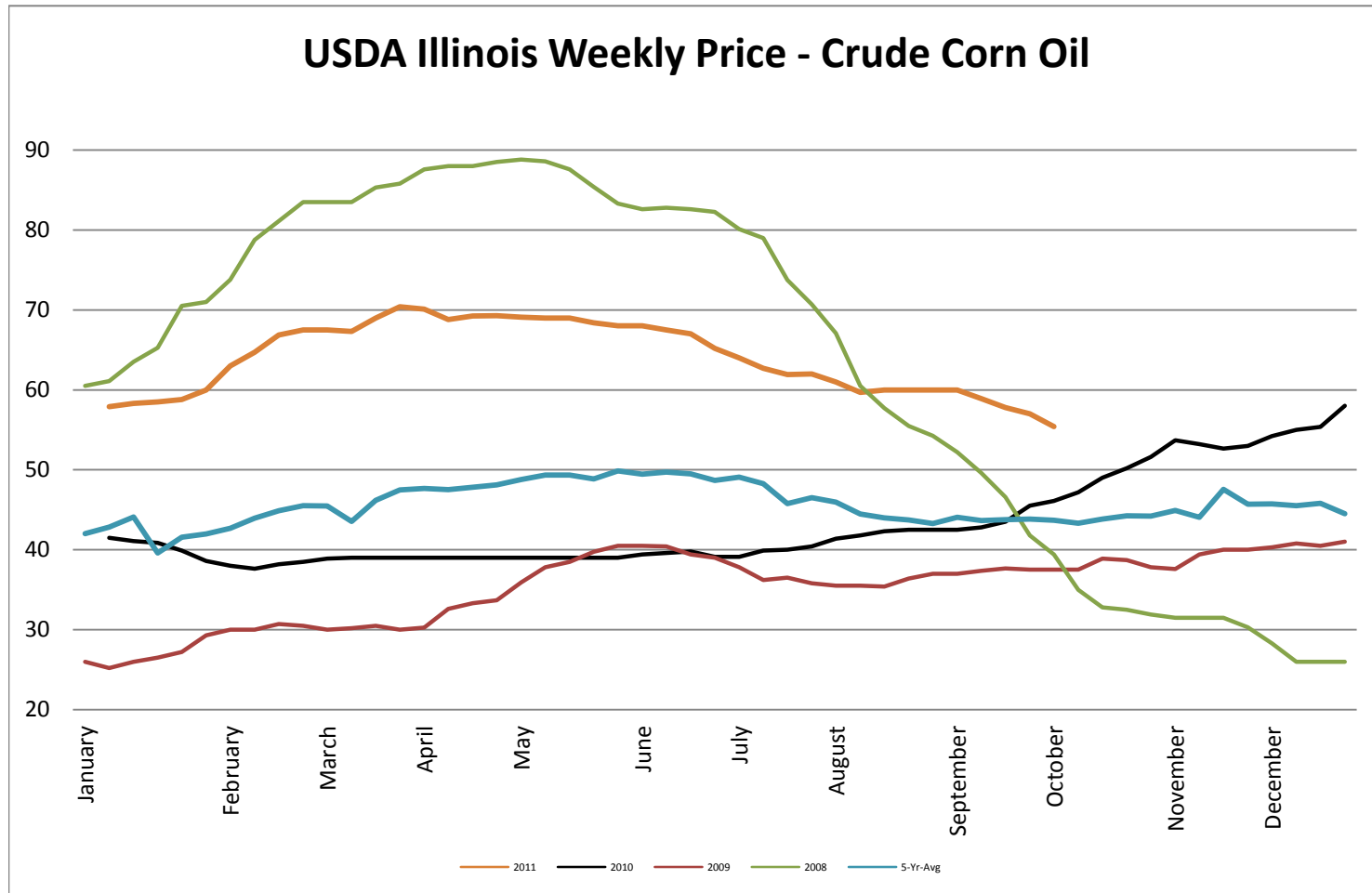


Georgia Dock Chicken - Final Weekly Price

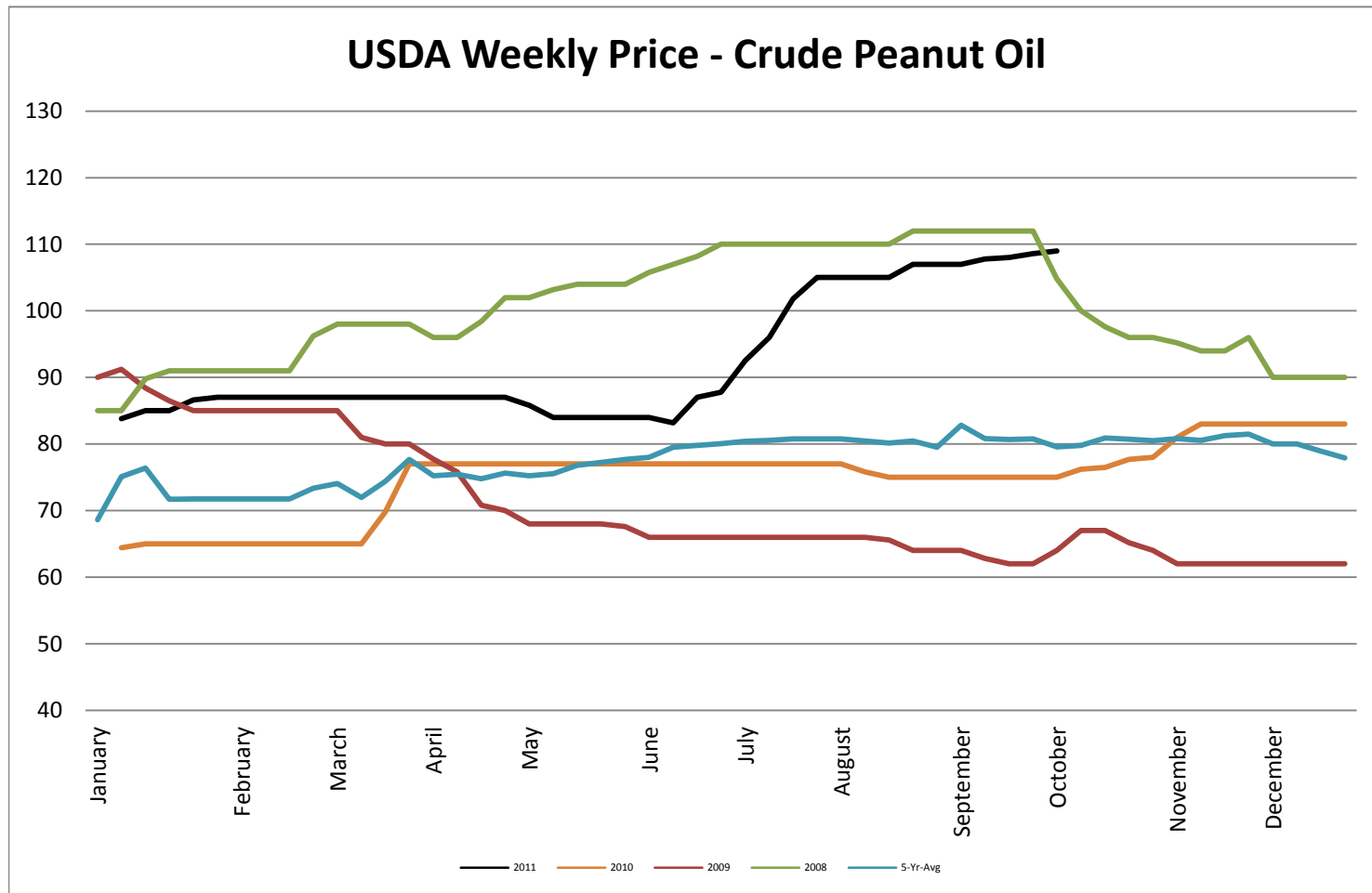
Georgia Dock Chicken Whole Bird - Final Weekly Price



USDA Weekly Price - Crude Corn Oil

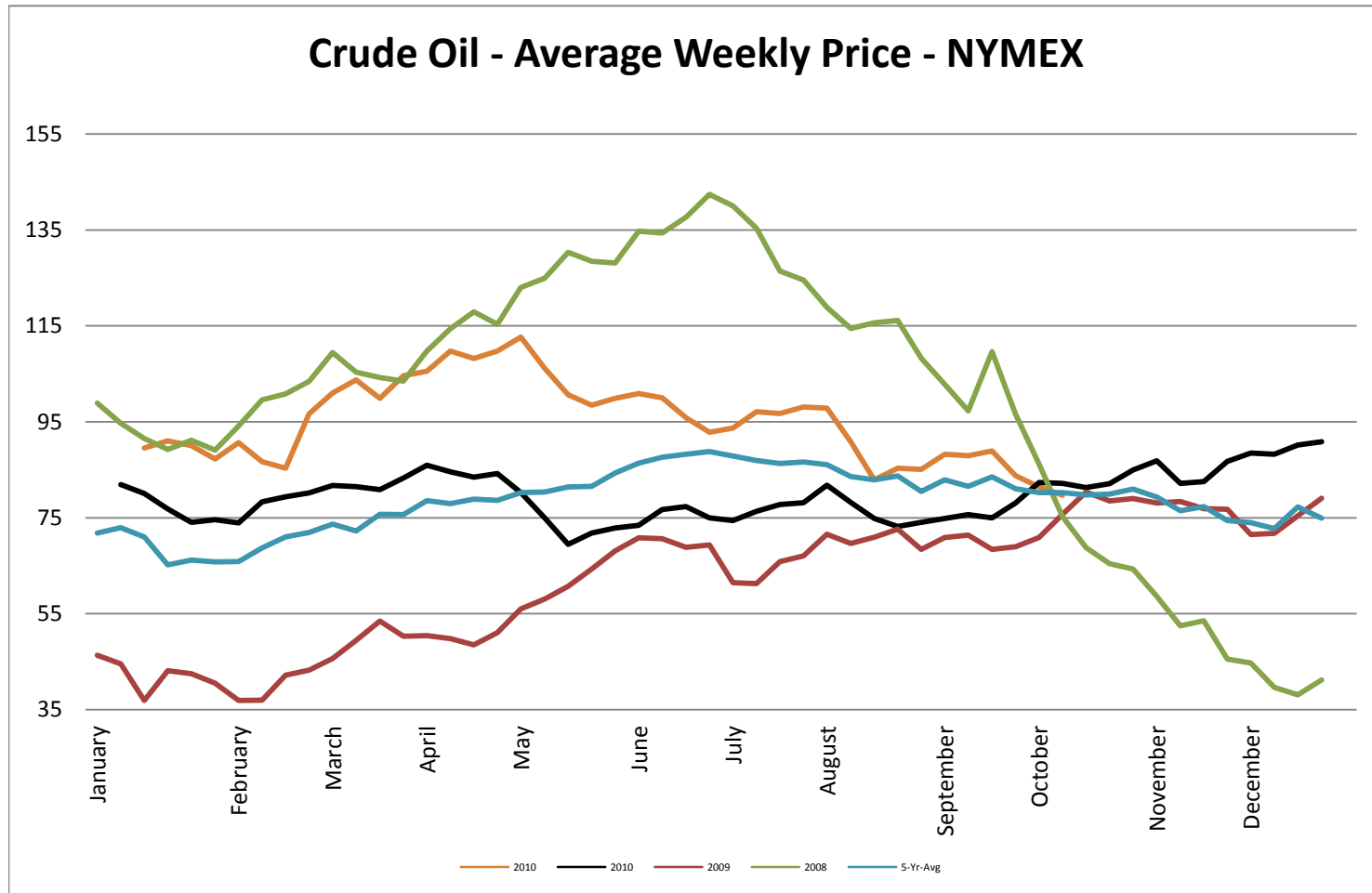


USDA Weekly Price - Crude Peanut Oil

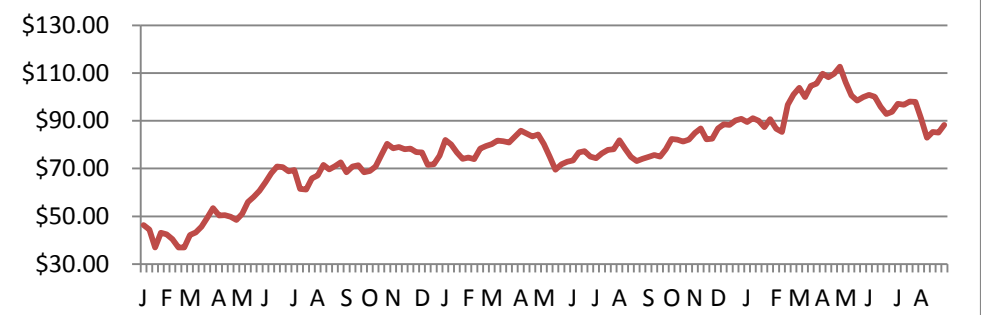


Crude Oil - Average Weekly Price - NYMEX

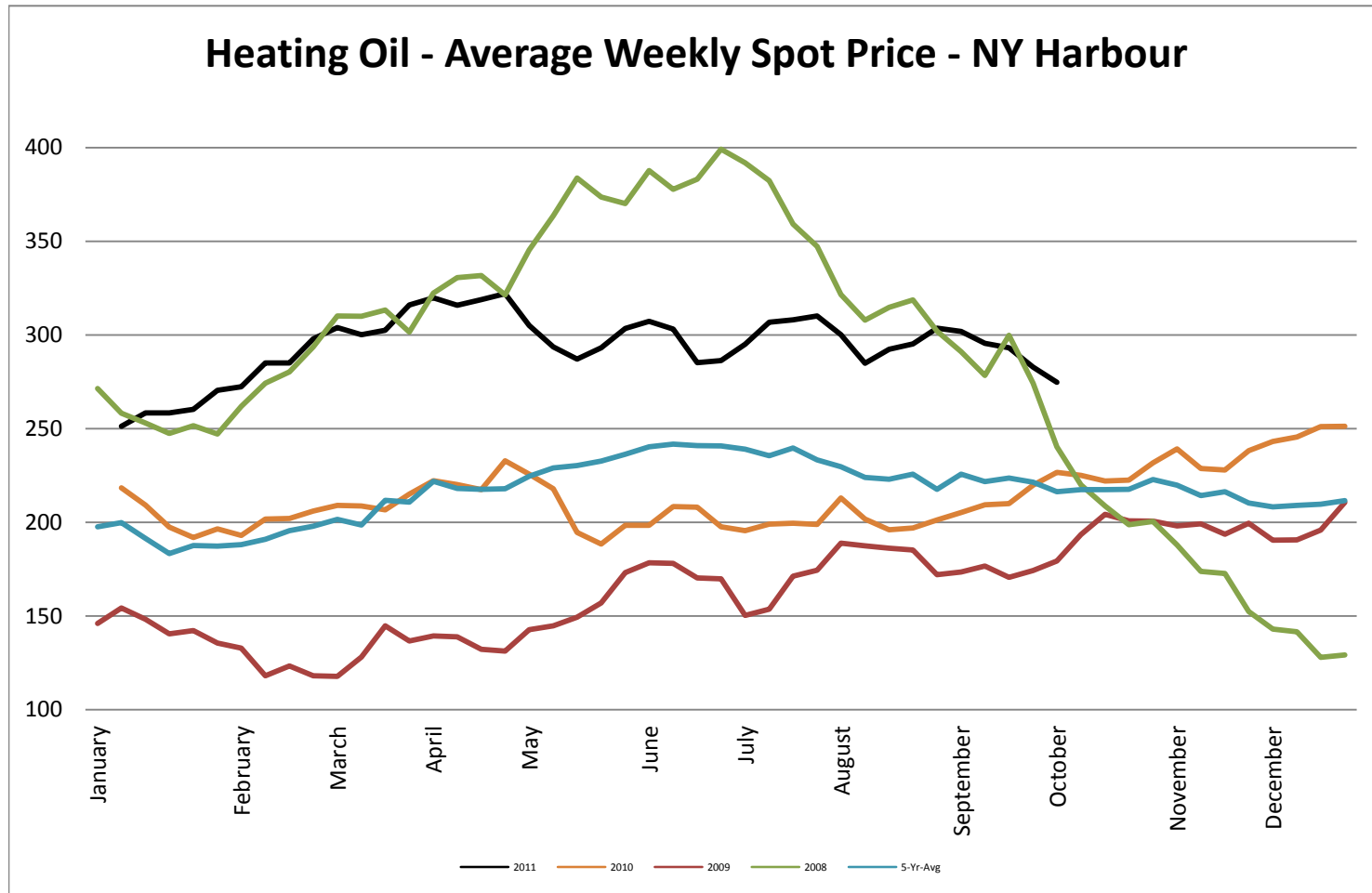
Crude Oil - Average Weekly Price - NYMEX



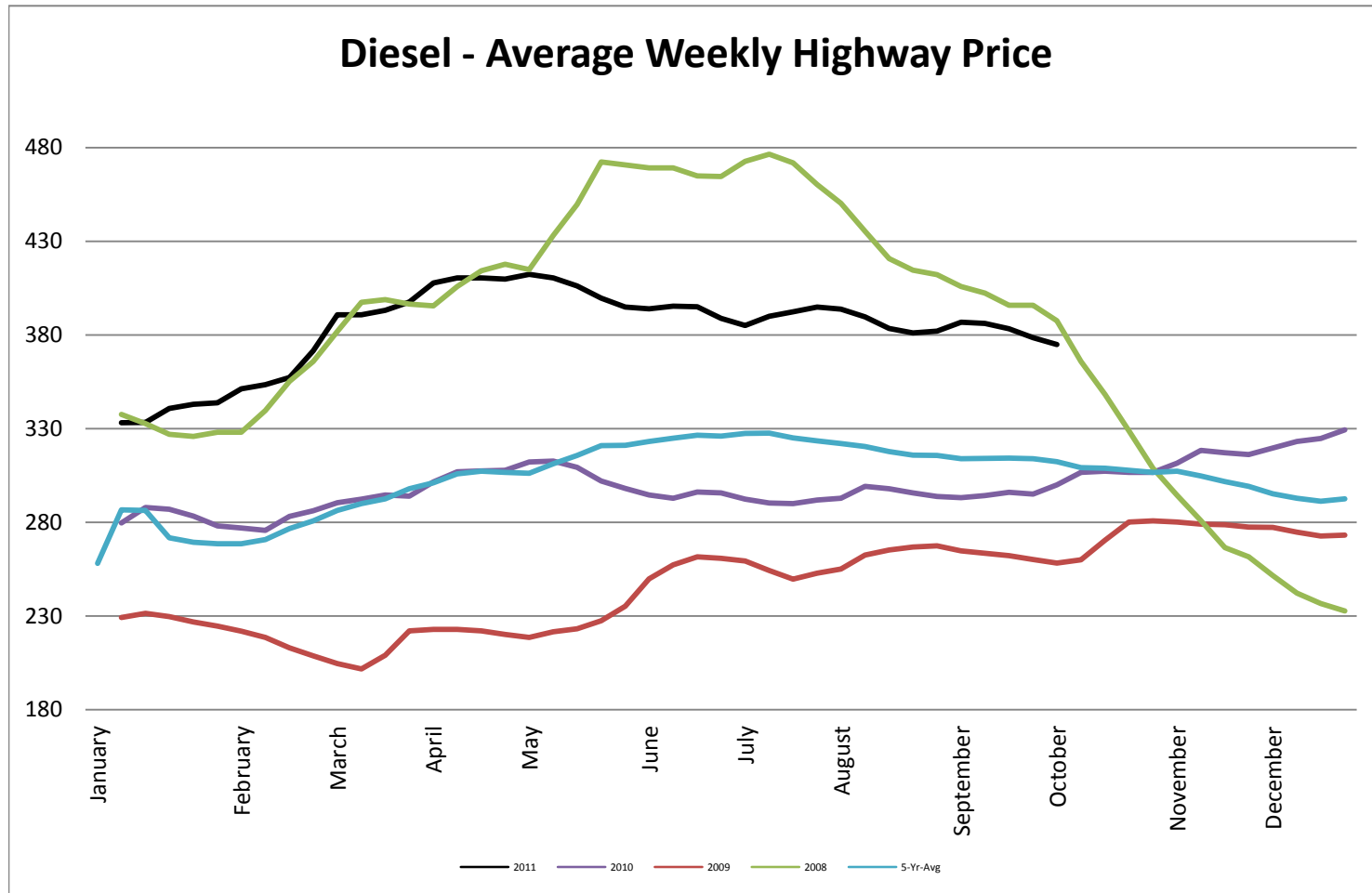
Crude Oil - Average Weekly Price - NYMEX



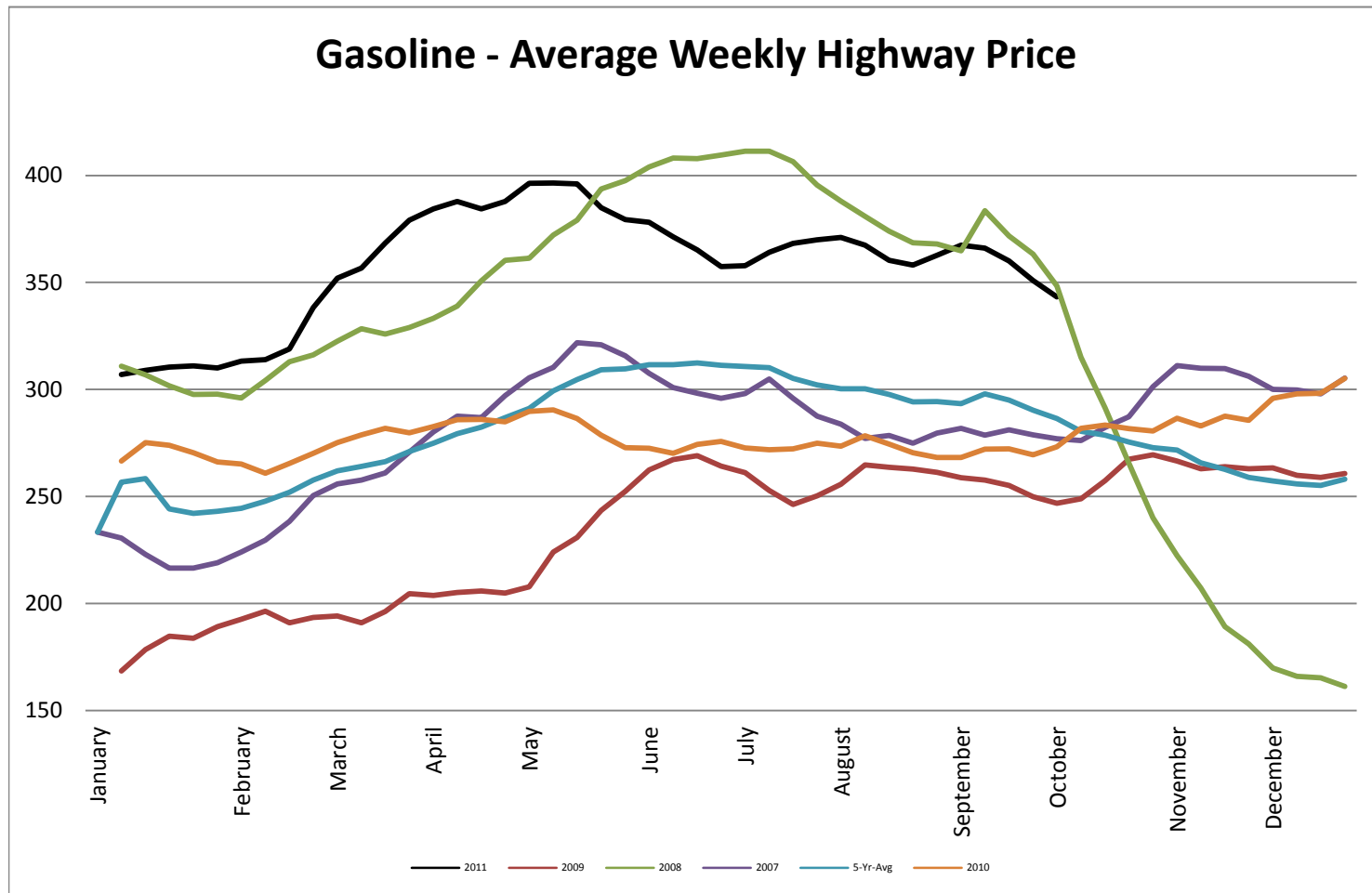
Heating Oil - Average Weekly Spot Price - NY Harbour



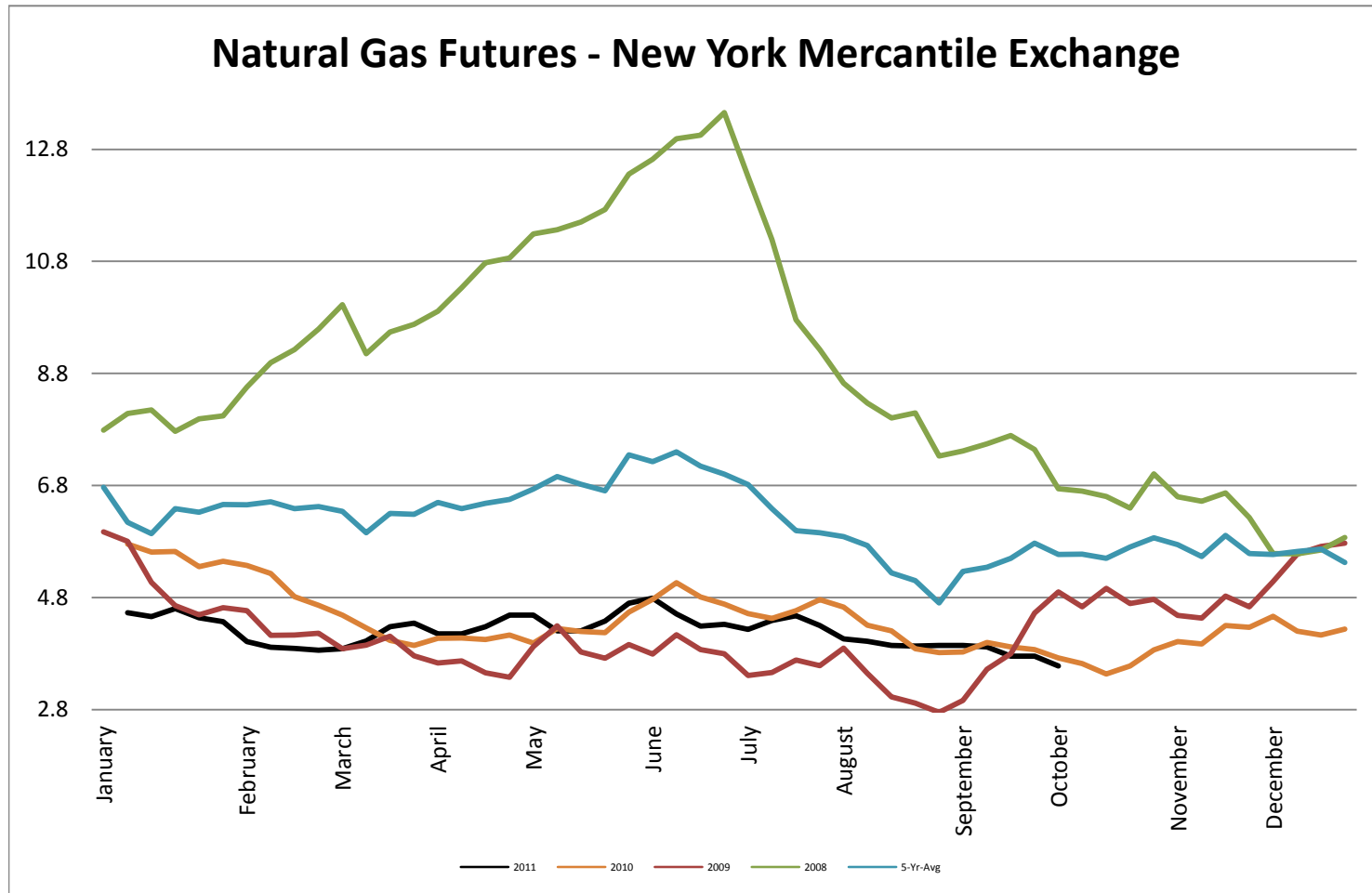
Diesel - Average Weekly Highway Price



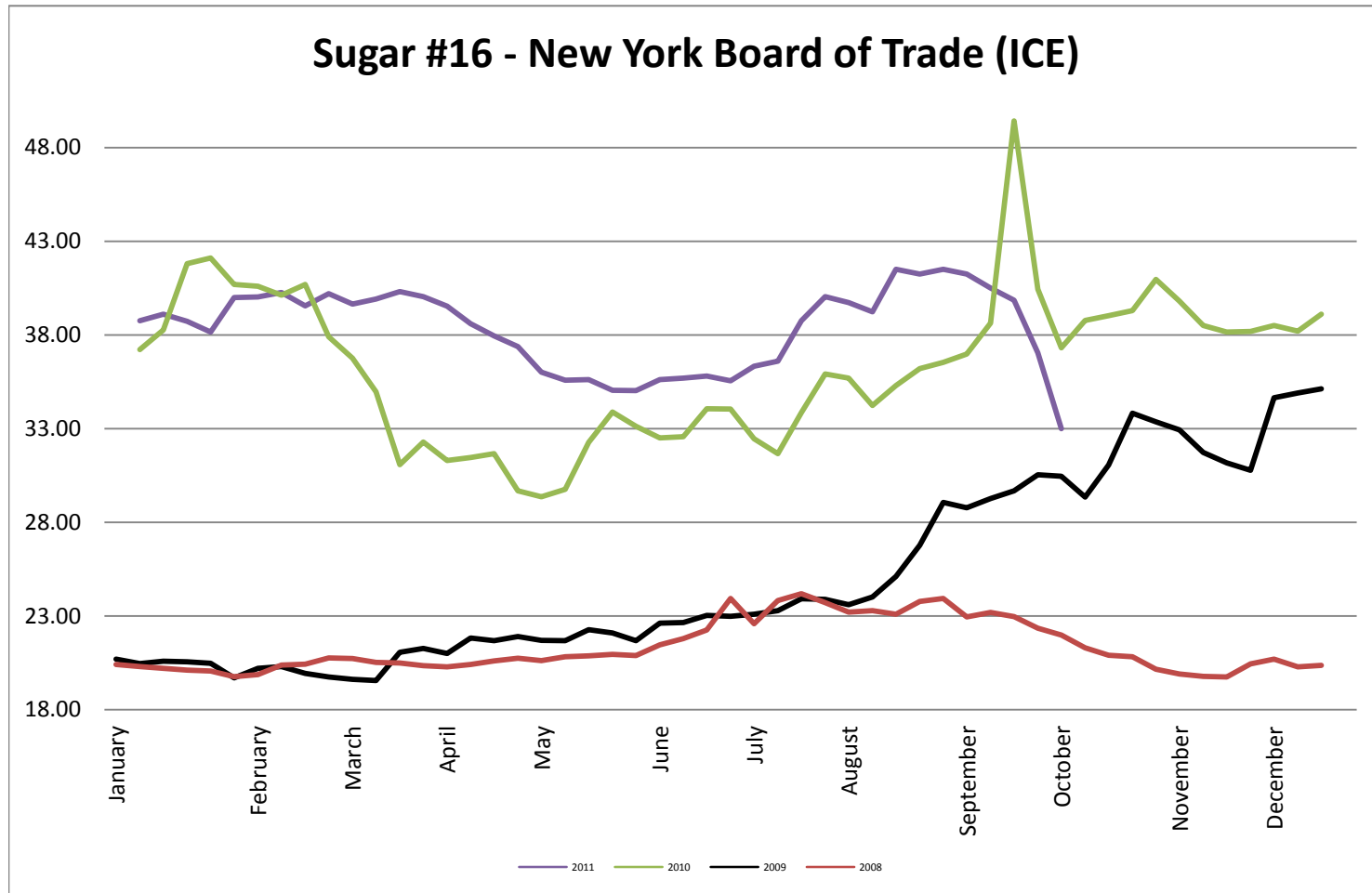
Gasoline Unleaded - Average Weekly Highway Price



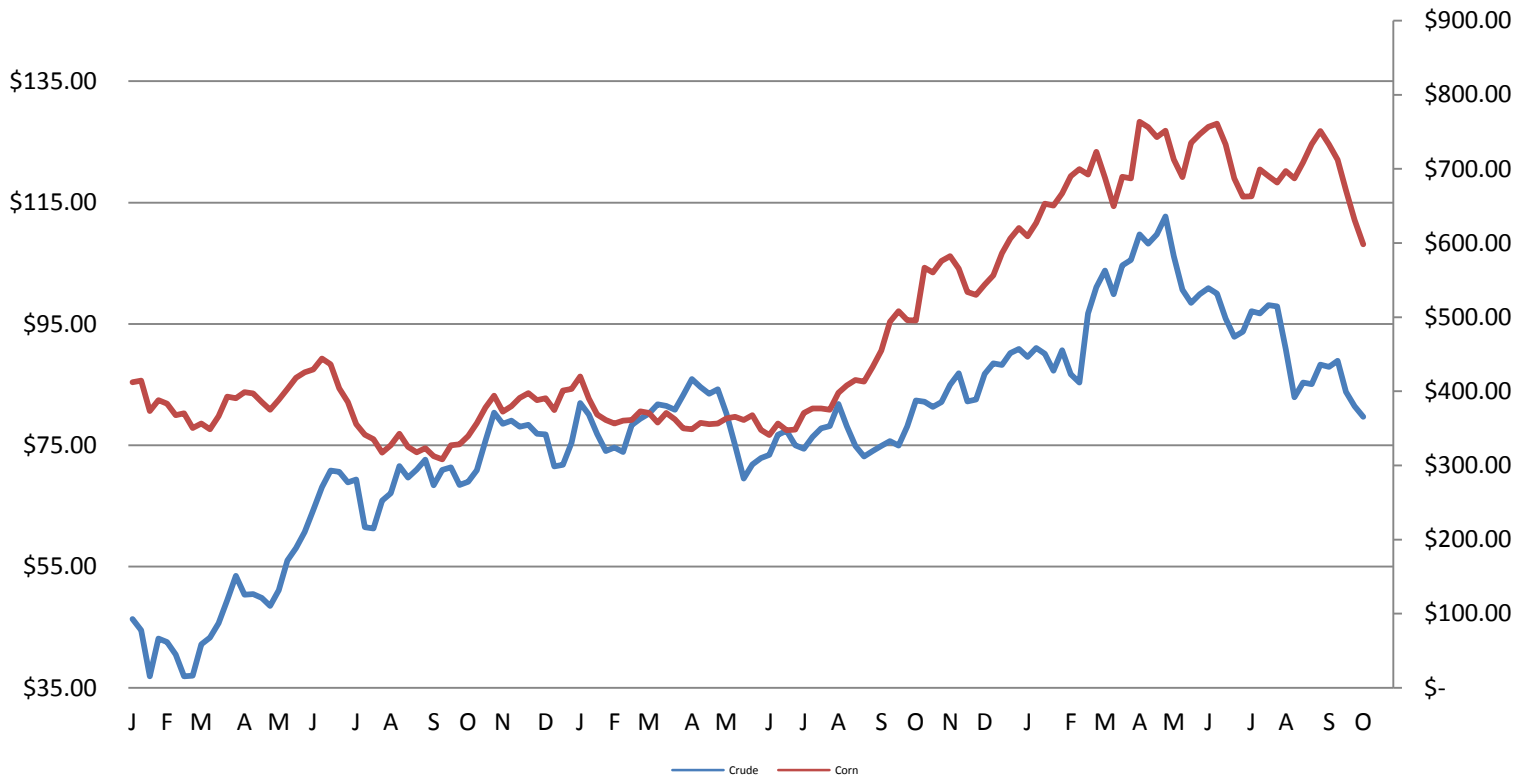
Natural Gas Futures - New York Mercantile Exchange



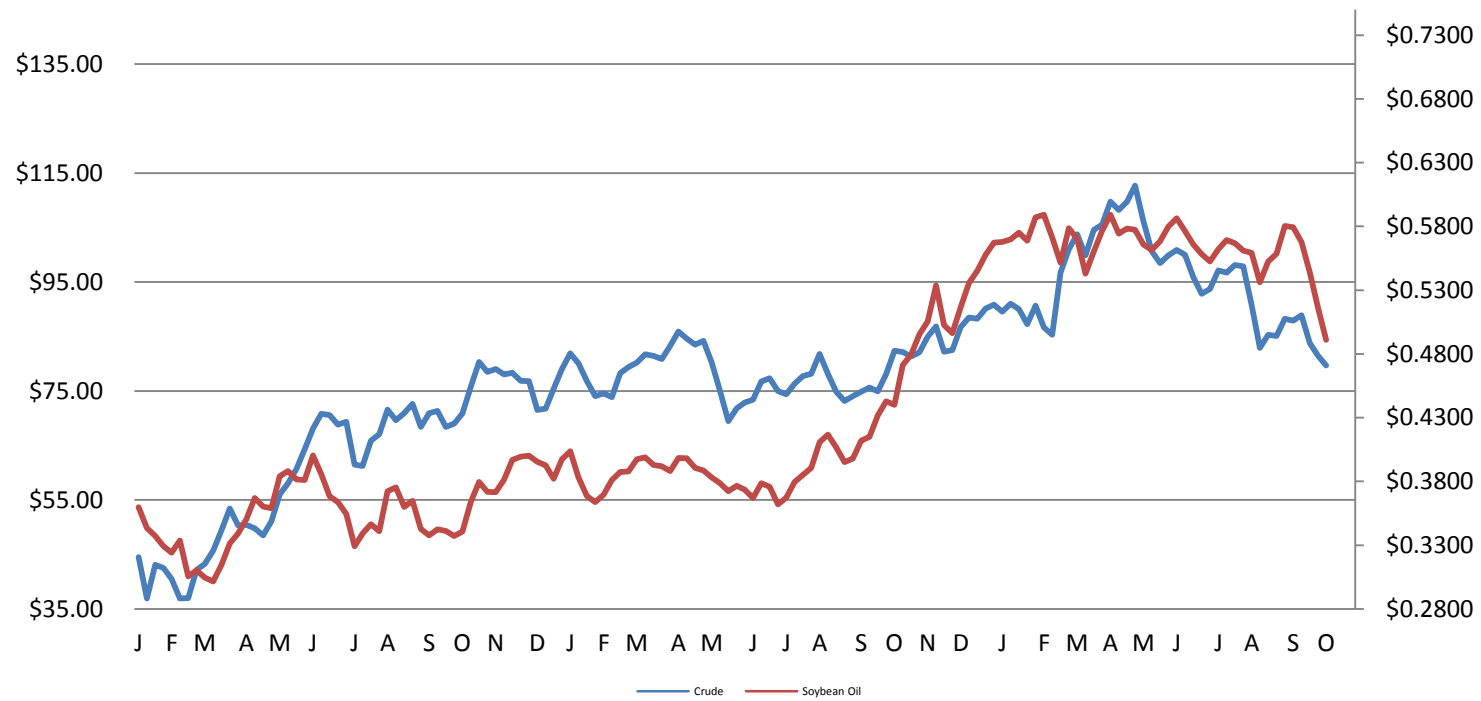
Sugar #16 - New York Board of Trade (ICE)



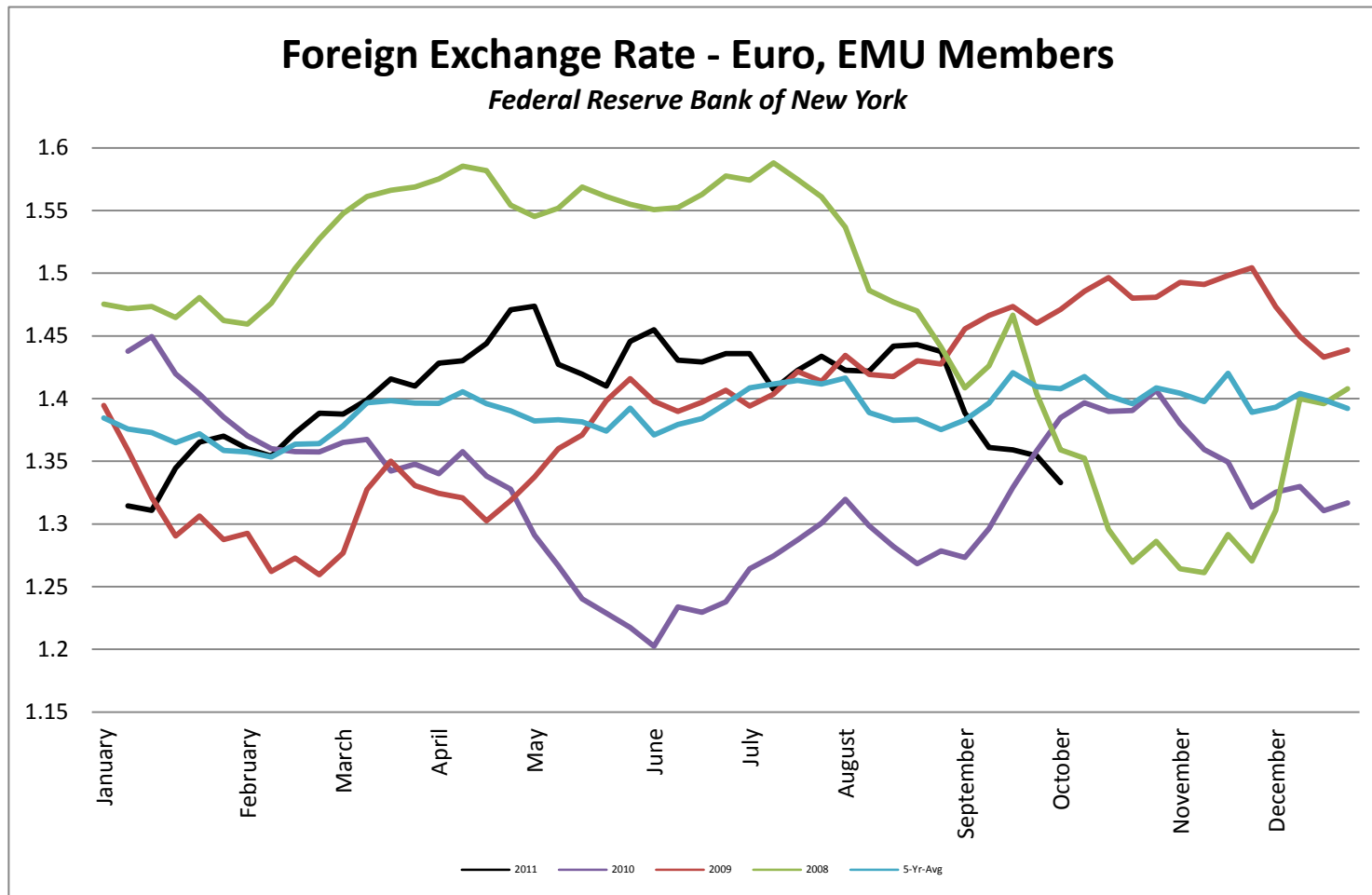
Corn & Crude Relationship



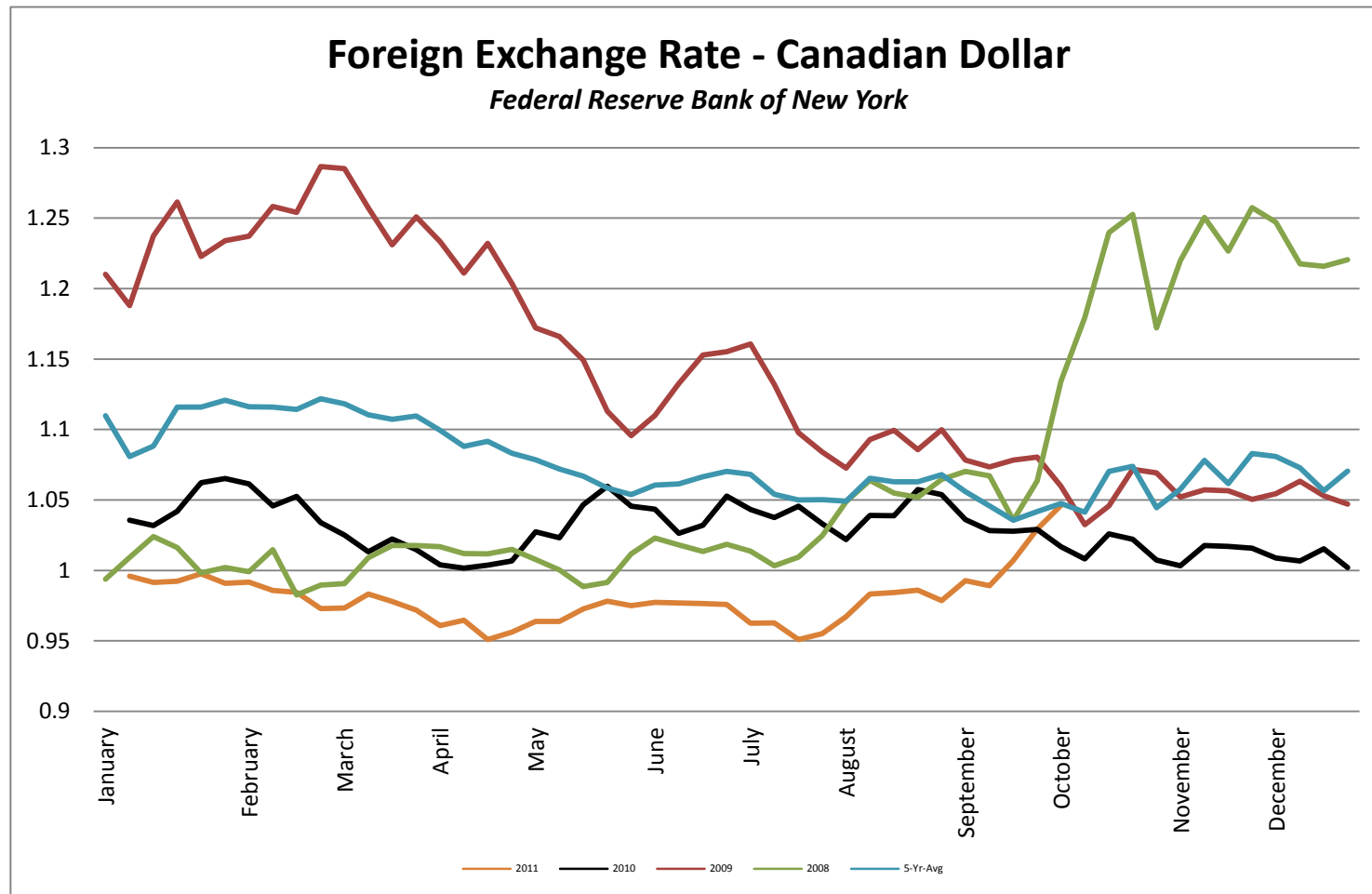
Soybean Oil & Crude Oil Relationship



Foreign Exchange Rate - Euro, EMU Members



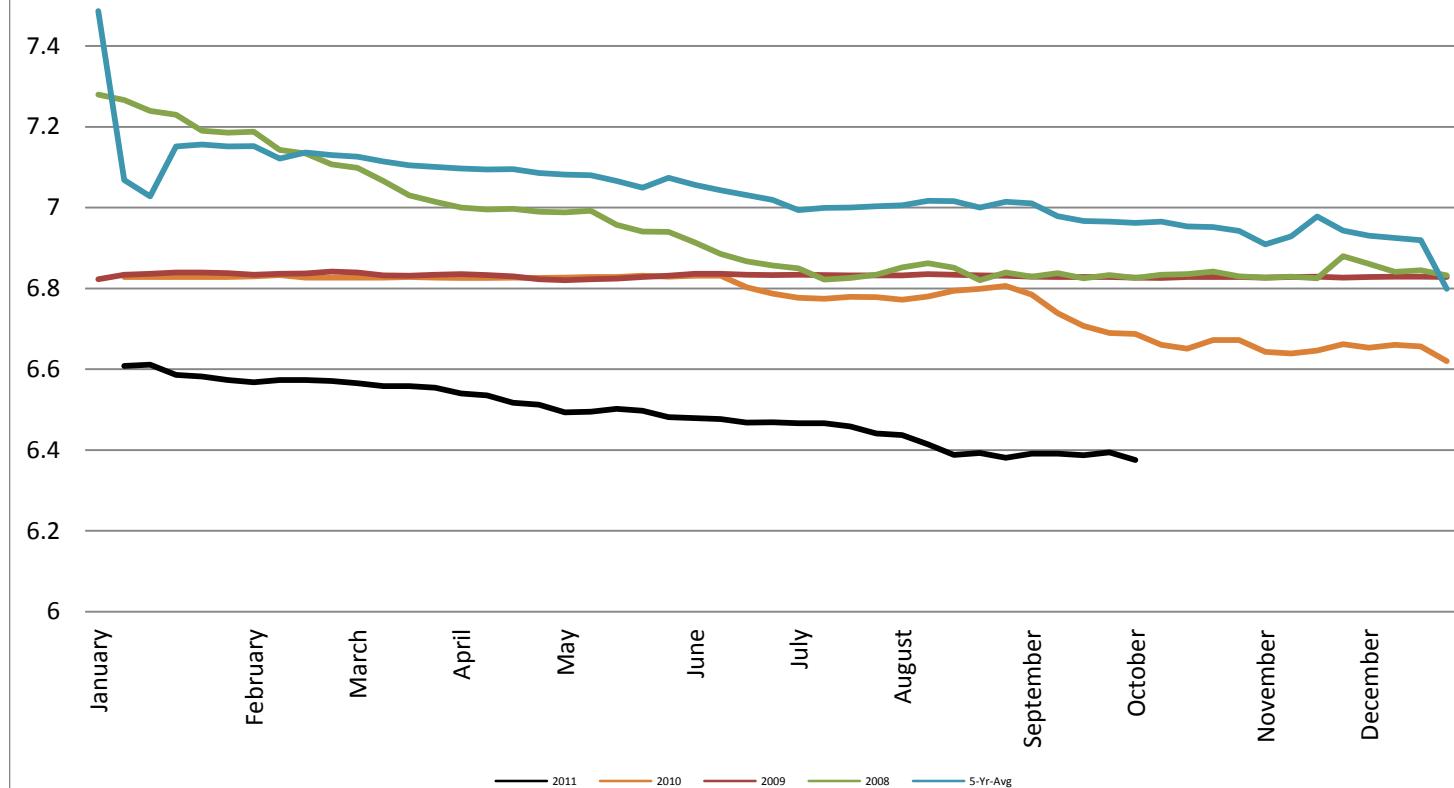
Foreign Exchange Rate - Canadian Dollar



Foreign Exchange Rate - Chinese Yuan

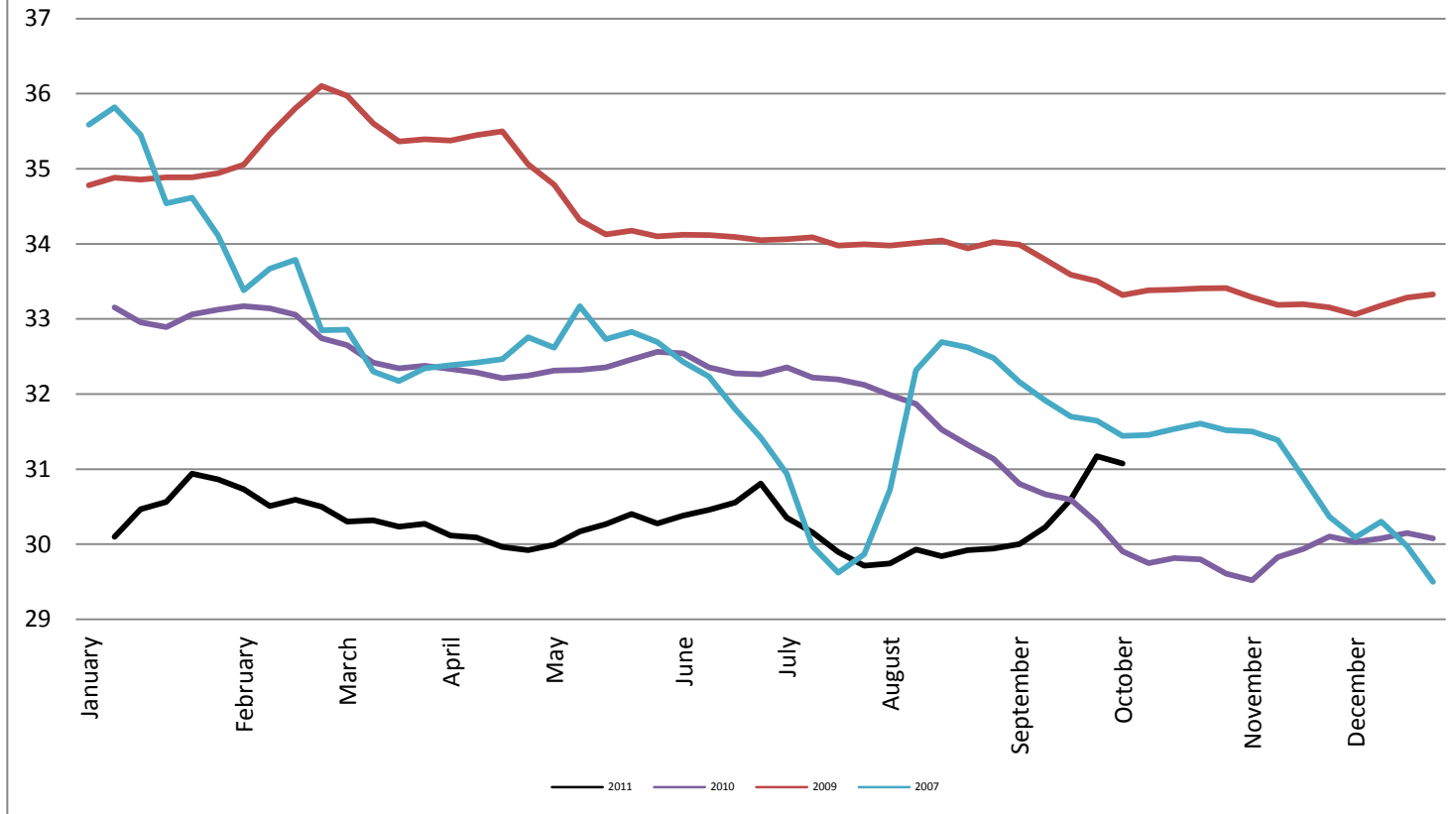
Foreign Exchange Rate - Chinese Yuan

Federal Reserve Bank of New York



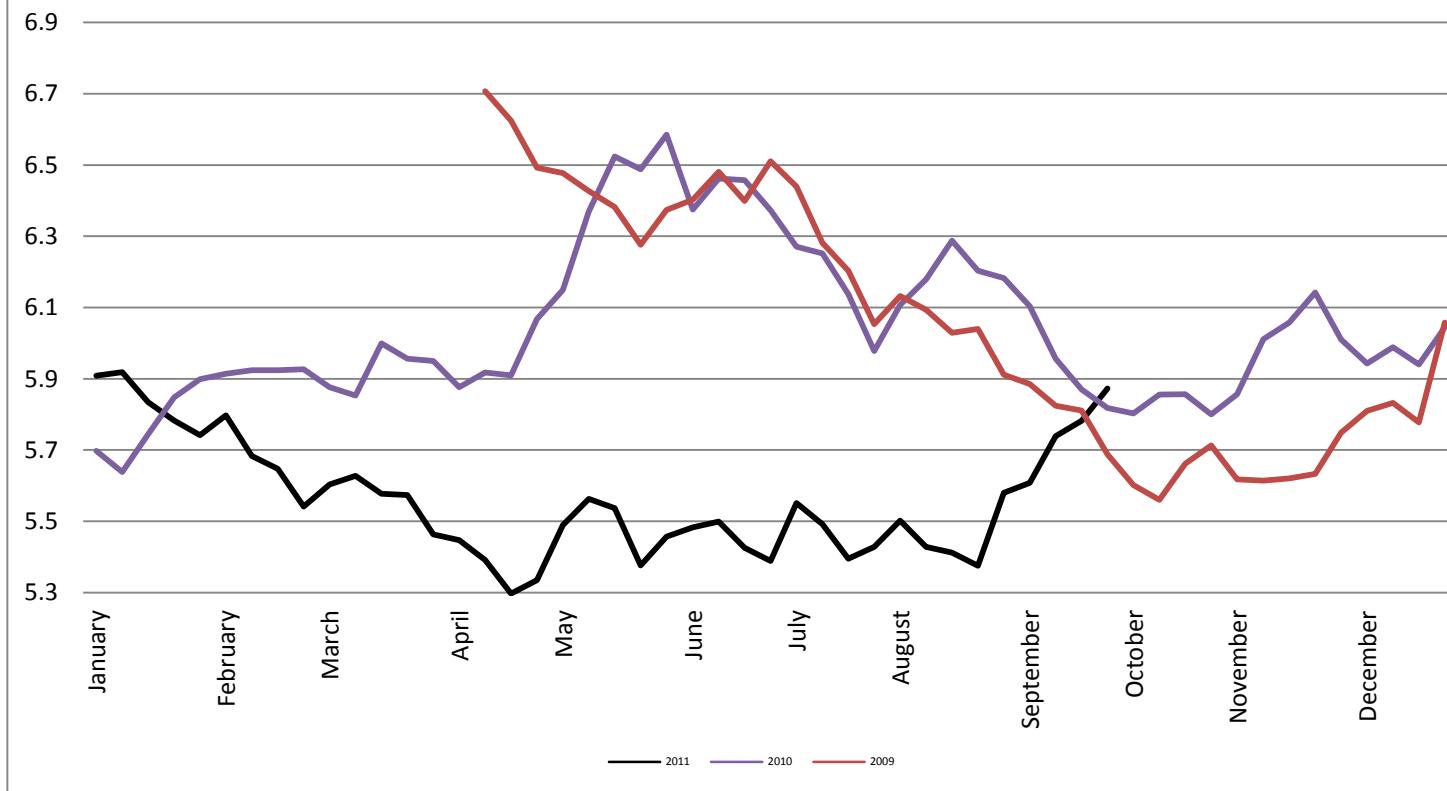
Foreign Exchange Rate

Thailand - Baht *Federal Reserve Bank of New York*

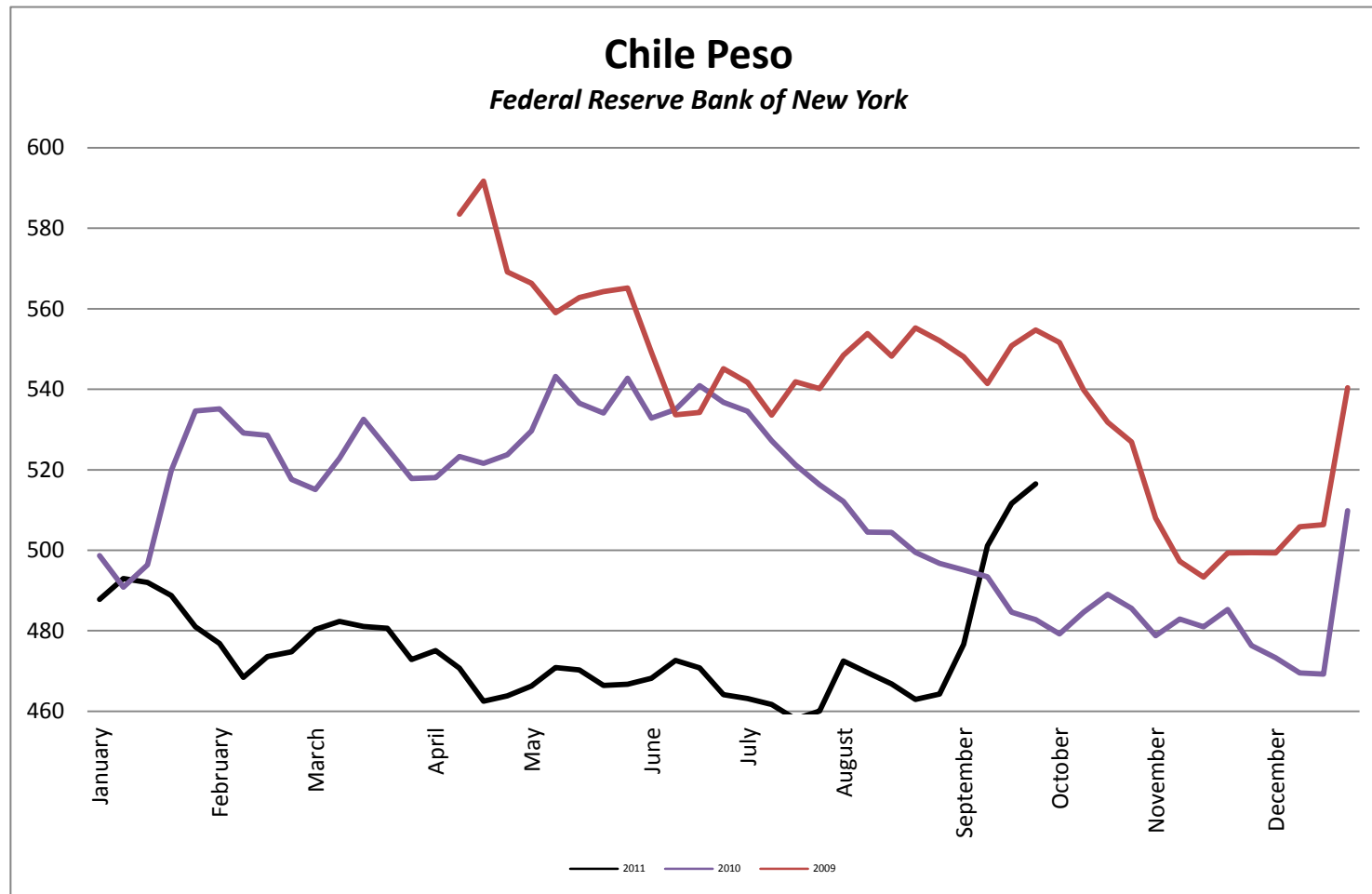


Foreign Exchange Rate

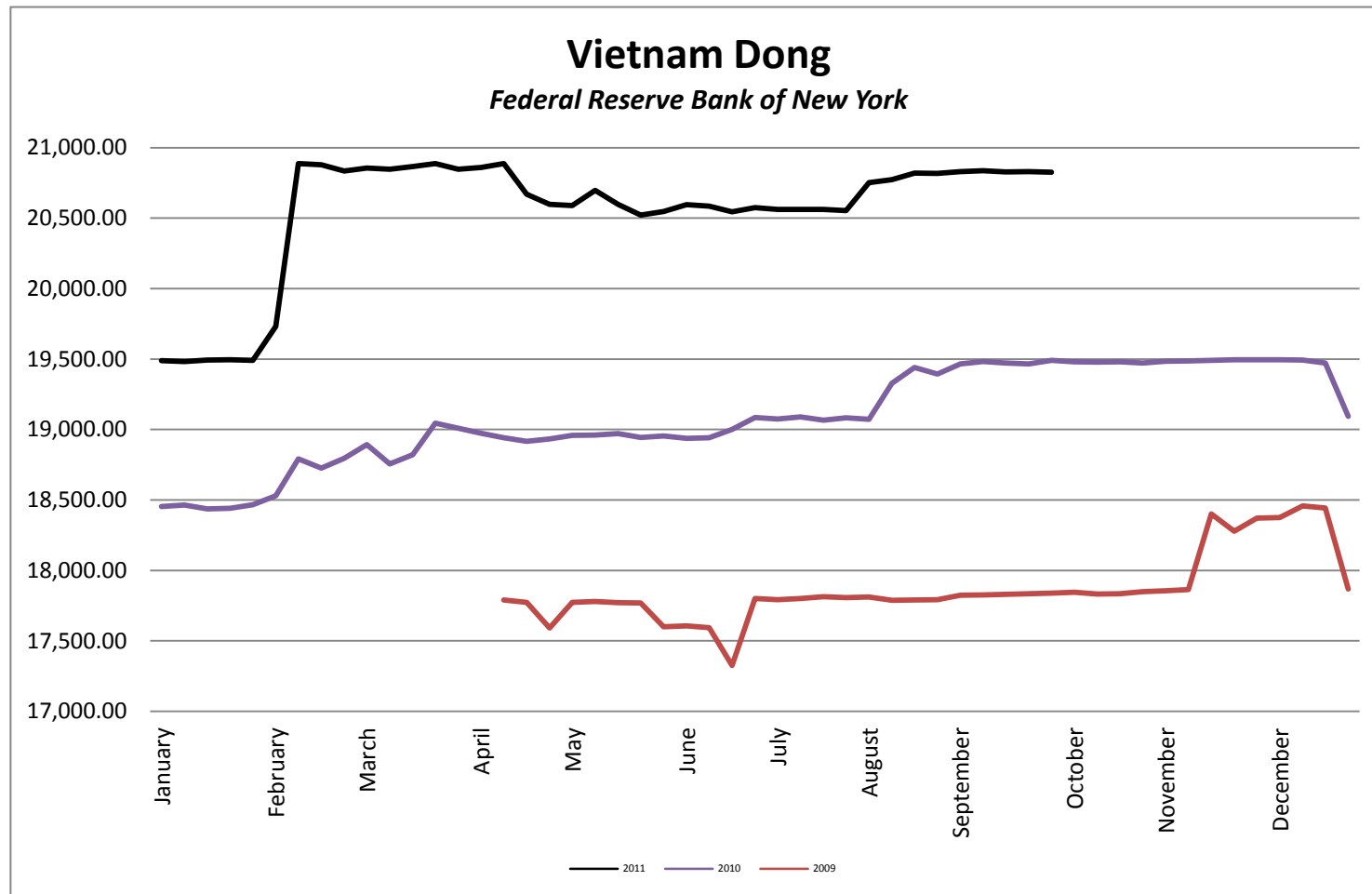
Nowegian Krone *Federal Reserve Bank of New York*



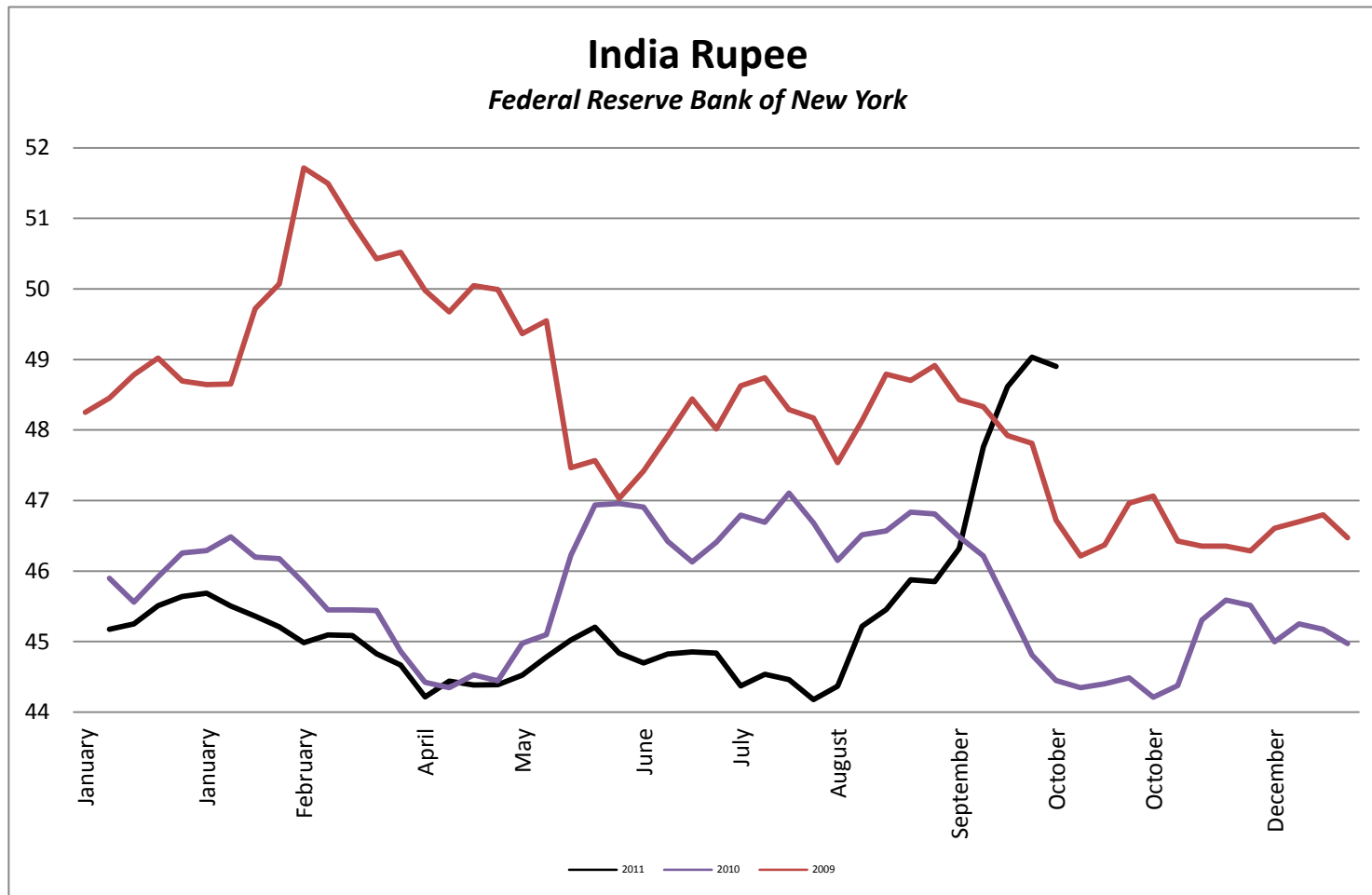
Foreign Exchange Rate



Foreign Exchange Rate



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