



Schwieterman Update

Update for the morning of September 16, 2021

Garden City 1-800-272-9131 or 620-275-4100 fax 620-275-1841 e-mail upthelimitupdate@wbsnet.org
Grain: Bret Crofts bret@swbell.net Cattle: Mark Green mgreen@swbell.net Energy: Rob Charles robertcharles@swbell.net

Corn

Trends – December Contract

Short Term: **Up**

Long Term: **Down**

Overnight Trade: **Z -1** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: 217000

Change: +10000

Corn spent most of the overnight session trading higher, but gave up those gains at the end of the session thanks to the terrible export sales numbers. Corn sales came in at 246,600 MT for the current crop year, which is quite negative. Thankfully we saw 204,600 MT of milo sales, which is just what that market needs. The December corn traded as high as \$5.37 ½ overnight, and the bulls need a close over \$5.35 to keep this market running higher.

Wheat

Trends – December Contract

Short Term: **Up**

Long Term: **Up**

Overnight Trade: Chicago: **Z -5** KC: **Z -4** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: -6000

Change: +5000

Wheat export sales were good at 617,100 MT thanks to a big sale to Nigeria. The wheat market has been performing well and the December KW is on track to test the next resistance level near \$7.30. We need to keep seeing solid export sales numbers in order to keep this market moving. We know about the various supply issues around the world, but we need something on the other side of the equation too.

Soybeans

Trends – November Contract

Short Term: **Up**

Long Term: **Down**

Overnight Trade: **X +2** @7:30 AM

Estimated Fund Position

Net Long Futures and Options: 66000

Change: +2000

Soybean export sales were solid at 1.26 MMT. We saw cancellations yesterday by the Chinese, but fresh purchases today, so it does not appear that the Chinese are out of the market. Crush margins in China are positive, so they have a great incentive to buy. The November soybeans finally took out last Friday's high overnight, which will give the edge to the bulls in the short run. Last week's high of \$13.05 ¾ is the next short term upside objective.

The information contained herein is based on data obtained from recognized statistical services and other sources believed to be reliable. However, such information has not been verified by us, and we do not make any representations as to the accuracy or completeness. Past results are not necessarily indicative of future results. All statements contained herein are current opinions which are subject to change. The risk of loss in trading commodity future contracts is substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition. Neither the information, nor any opinion expressed shall be construed as an offer to buy or sell any futures or options on futures contracts.

Daily Energy Market Analysis
By: Rob Charles robertcharles@swbell.net

Weekly Stocks Report for Week Ending

09/10/21

	Change	DOE			API	
		09/10/21	09/03/21	09/11/20	09/10/21	
Crude	-6.40	417.40	423.90	496.00	-5.40	
Gasoline	-1.90	218.10	220.00	231.50	-2.80	
Distillates	-1.70	131.90	133.60	179.30	-2.90	
Rates	+ .20%	82.10	81.90			
Imports	- 48K	5.76	5.81			
Nat Gas	+ 52	2.923	2.871	3.515	% Above/Below Lst Yr -16.8	5 Yr Avg % A/B 3.158 -7.4

Analysts Estimates for Week Ending 09/10/21

		5 Yr Avg
Crude	-3.50	- 292K
Gasoline	-2.00	- 560K
Distillates	-1.60	+ 760K
Rates		

Analysts Estimates for Week Ending 09/10/21

Nat Gas	Range			
	Crude Oil	Unleaded	Heating Oil	Natural Gas
Short Term Trend	UP	UP	UP	UP
Long Term Trend	UP	UP	UP	UP
O/N Trade @ 6:45 am	-0.21	-0.0015	-0.0074	-0.171

Commentary:

For the first time in 4 sessions spot month crude oil has failed to post a new daily high in overnight trading. Today could be a very important day for the bull camp as this could be a sign that the market is overbought and is due a downward correction. Trade sentiment has turned bullish this week as forecasts from OPEC and the IEA are calling for increasing demand. OPEC has been calling for increasing demand for more than 3 months which is understandable as that justifies their increased supply protocol that has been in place all summer. OPEC is targeting a full resumption of the near 10 mbd cut put in place last year by the end of 2022. The increasing demand sentiment at the moment may be mostly manufactured by OPEC's own self-interest and could be more about speculation than actual demand. Recent storm activity in the US Gulf of Mexico has obviously been the lead supportive factor which now seems to be ending for at least the short term. Weekly US supply data released from the Dept of Energy yesterday showed another storm related reduction in US crude oil inventories which has shrunk to pre Covid levels. However, US crude supplies still remain nearly 30 mb above levels that were present the last time spot month crude reached these price levels. The market may becoming fundamentally overpriced.

	OCT	OCT	OCT
	Crude Oil	Unleaded	Heating Oil
Resistance	74.25/75.50	2.2350/2.2500	2.2250/2.2550
Support	69.70/68.85	2.1450/2.1100	2.1370/2.1100



Schwieterman Update

Financial Market Analysis for the morning of September 16, 2021

Garden City, KS 800-972-9131 620-275-4100

Alan Clark – alanjclark@swbell.net

U.S. Stock Futures

After a tough start to the week the equities gained some steam as the Dow finished up 236 points and 0.68%, the S&P was the largest gainer up 37 points and 0.85%, and the Nasdaq finished up 123 points and 0.82%. This morning's stock futures are all off though as the Dow is down 55 points, the S&P down 10, and the Nasdaq down 49 points. Retail sales have declined for the second straight month in August, but people are looking for the holiday season to change that. Deloitte estimates that holiday sales will increase between 7% and 9% in 2021. They also believe that online sales will jump between 11% and 15% year over year. Philip Morris International one of the world's largest tobacco and cigarette companies has taken over 75% of inhaler maker Vectura. Jobless claims were expected at 330K and released at 332K.

Stock to Watch: Medavail Holdings and Technologies is a pharmaceutical company out of Canada. They are working on automating the pharmaceutical practice they are up over 12% premarket.

The information contained herein is based on data obtained from recognized statistical services and other sources believed to be reliable. However, such information has not been verified by us, and we do not make any representations as to the accuracy or completeness. Past results are not necessarily indicative of future results. All statements contained herein are current opinions which are subject to change. The risk of loss in trading commodity future contracts can be substantial. You should therefore carefully consider whether such trading is suitable for you in light of your financial condition. Neither the information, nor any opinion expressed shall be construed as an offer to buy or sell any futures or options on futures contracts.

[AMS 2453/LM_XB403](#)

DAILY ESTIMATED CUTOUT VALUES

	Choice 600-900#	Select 600-900#	Choice/Select Spread
Current Cutout Values:	319.82	283.89	35.93
Change from prior day:	(-3.07)	(-6.73)	
Primal Rib	613.78	440.37	
Primal Chuck	258.05	245.62	
Primal Round	245.85	246.99	
Primal Loin	382.82	335.83	
Primal Brisket	311.87	257.96	
Primal Short Plate	232.51	232.51	
Primal Flank	155.49	153.25	
			Load Count:
			Total 191
			Choice 111
			Select 40
			Trimming 14
			Grinds 26

Fresh 50% Trimmings 14 Loads @ 135.45

[AMS 2829/NW_LS441](#)

USDA BY-PRODUCT DROP VALUE (STEER) - DAILY

15.27 Change: 0.02

[AMS 2466/LM_CT100](#)

5 AREA WEEKLY ACCUMULATED WEIGHTED AVG CATTLE PRICE

As of 10:00 am	Head Count	Avg Weight	Avg Price
Live Steer	454	1,566	123.91
Live Heifer	295	1,225	124.00
Dressed Steer	1,905	946	196.97
Dressed Heifer	129	816	196.00

[AMS 3208/SJ_LS710](#)

DAILY CATTLE SLAUGHTER

Today	121,000
Week Ago	121,000
Year Ago (act)	120,000
Week to Date	355,000
Same Period Last Week	245,000
Same Period Last Year	360,000
Previous Day	Steer and Heifer 94,000 Cow and Bull 26,000

[AMS 3209/SJ_LS712](#)

BEEF PRODUCTION

	9/11/2021 (Estimate)	Last Week (Estimate)	Last Year (Actual)
Slaughter	577,000	624,000	581,000
Live Weights	1357	1356	1379
Dressed Weights	822	821	843
Beef Production (millions of pounds)	473.2	511.4	488.0

[AMS 2825/NW_LS410](#)

USDA BEEF CARCASS PRICE EQUIVALENT INDEX VALUE

	Choice 600-900#	Select 600-900#	Dressing percent:	
			Steer	Heifer
Change	\$244.60 (-1.51)	\$213.94 (-3.33)	63.25	63.17

[AMS 2455/LM_XB405](#)

USDA NATIONAL CUTTER COW CARCASS CUTOUT

233.69 (-2.31) 90% lean: 277.01

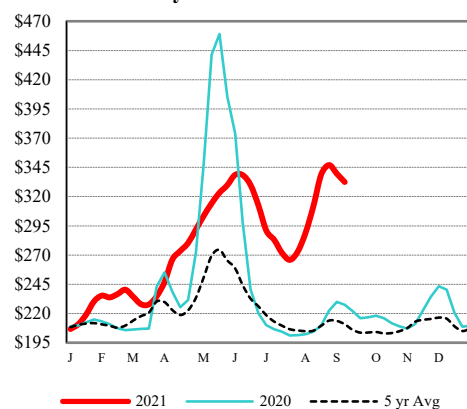
[CME LIVE CATTLE](#)

	High	Low	Change	Settle
OCT	124.53	123.53	0.05	124.18
DEC	130.00	128.73	(0.20)	129.45
FEB	133.675B	132.50	(0.10)	133.15

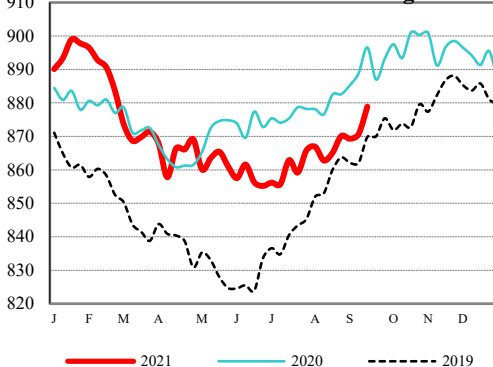
[CME FEEDER CATTLE](#)

	High	Low	Change	Settle
SEP	155.95	154.63	(0.55)	154.73
OCT	158.15	156.23	(1.65)	156.50
NOV	159.83	157.30	(2.15)	157.58

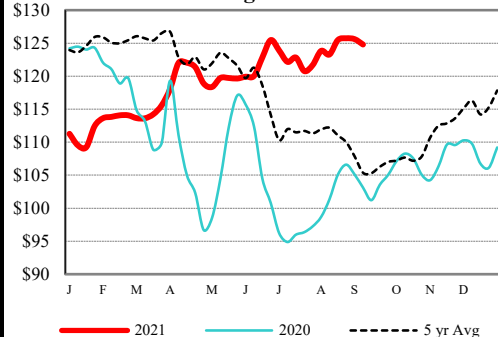
Weekly Choice Cutout



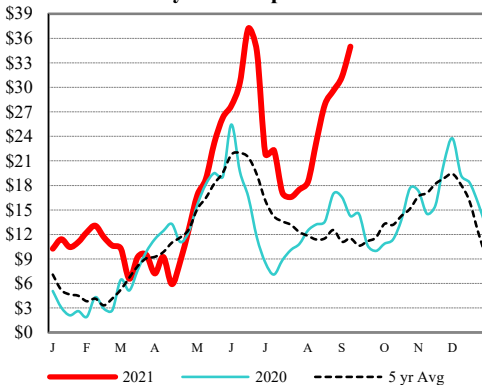
LMR Steer/Heifer Dressed Weights



5 Area Weekly Wtd Avg Steer Price



Weekly Ch/Se Spread



DAILY DIRECT HOGS PLANT DELIVERED as of 1:30 PM

Negotiated Barrow and Gilt Carcass Base Price Live Price

NATIONAL - AMS 2675/LM HG203:

Range:	\$79.00 - \$86.00	
Weighted Average:	\$83.50	*Price not reported due to confidentiality*
Change from Prior Day:	0.57 lower	
Head Count:	8,193	208

IOWA/MINNESOTA - AMS 2675/LM HG206:

Weighted Average:	\$84.79	*Price not reported due to confidentiality*
-------------------	---------	---

WESTERN CORNBELT - AMS 2675/LM HG212:

Weighted Average:	\$84.21	*Price not reported due to confidentiality*
-------------------	---------	---

EASTERN CORNBELT - AMS 2675/LM HG210:

Weighted Average:	\$83.20	*Price not reported due to confidentiality*
-------------------	---------	---

NATIONAL DAILY PORK REPORT FOB PLANT - AMS 2498/LM PK602:

Carcass Cutout Values	105.70	Change:	0.50
Primal Loin	108.03		(7.43)
Primal Butt	112.81		(0.84)
Primal Picnic	82.06		0.07
Primal Rib	122.65		(9.63)
Primal Ham	86.27		9.51
Primal Belly	162.57		2.16
Total Loads	402.10		
Pork Cuts	373.79	Lds	
Trim/Process Pork	28.31	Lds	

DAILY HOG SLAUGHTER UNDER FIS - AMS 3208/SJ LS710

Today (est)	481,000
Week Ago (est)	474,000
Year Ago (act)	484,000
Week to Date (est)	1,433,000
Same Period Last Week (est)	949,000
Same Period Last Year (act)	1,454,000

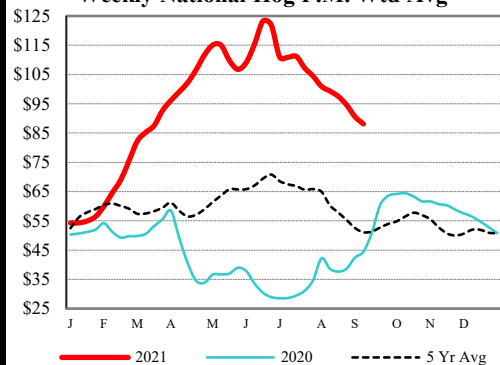
CME Lean Hog Close	High	Low	Change	Settle
OCT	82.80	80.60	1.90	82.28
DEC	73.05	71.70	0.08	72.25
FEB	76.45	75.13	(0.38)	75.38
APR	79.90	78.50	(0.40)	78.78

CME Lean Hog Delayed Futures

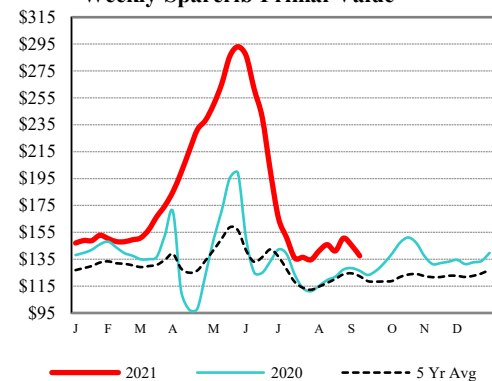
IOWA-SOUTHERN MINNESOTA WEEKLY AVERAGE WEIGHT - AMS 2840/NW LS720

For Week Ending Sat,	Ending	Head Count	Average Weight
11-Sep-21	9/11/2021	789,000	282.1
Week Ago:	9/4/2021	763,000	278.9
Year Ago:	9/12/2020	750,000	279.7

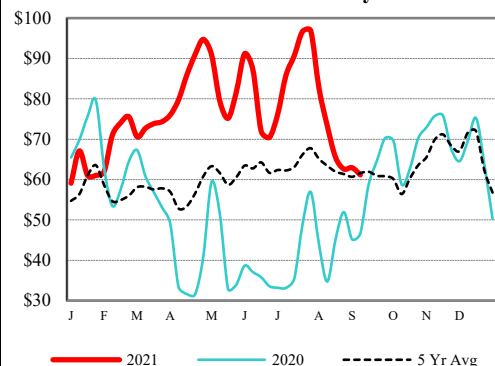
Weekly National Hog P.M. Wtd Avg



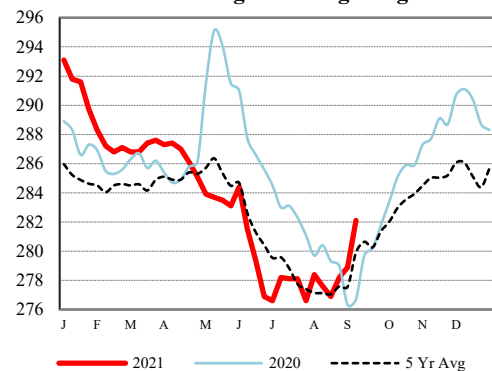
Weekly Sparerib Primal Value



23-27# Trmrd Ham Weekly Wtd



Iowa-So MN Avg. Live Hog Weight



AUCTION SUMMARY

AMS 1249		3,127		Tuesday	
Ozarks Regional Stockyards		West Plains, MO			
Feeder Steers	400-500 lbs	167.50-175.00	Feeder Heifers	300-400 lbs	162.50-166.00
Medium &	500-600 lbs	158.00-172.00	Medium &	400-500 lbs	154.00-168.00
Large #1	600-700 lbs	155.00-169.50	Large #1	500-600 lbs	143.00-151.00
	700-800 lbs	149.00-158.00		600-700 lbs	141.00-149.50
	800-900 lbs	144.00-148.00		700-800 lbs	142.50-146.50

AMS 1854		2,275		Tuesday	
Imperial Auction Market		Imperial, NE			
Feeder Steers	500-600 lbs	181.00-195.50	Feeder Heifers	400-500 lbs	163.00-180.00
Medium &	600-700 lbs	161.00-170.00	Medium &	500-600 lbs	165.00-169.00
Large #1	700-800 lbs	156.00-158.50	Large #1	600-700 lbs	153.00-159.00
	800-900 lbs	151.25-158.00		700-800 lbs	150.00-156.50
	900-1000 lbs	153.25		800-900 lbs	142.25-150.00

AMS 1855		4,500		Tuesday	
Tri-State Livestock Auction		McCook, NE			
Feeder Steers	500-600 lbs	167.00-190.50	Feeder Heifers	400-500 lbs	159.50-171.00
Medium &	600-700 lbs	161.50-171.25	Medium &	500-600 lbs	152.50-164.50
Large #1	700-800 lbs	152.35-169.75	Large #1	600-700 lbs	147.25-159.50
	800-900 lbs	152.60		700-800 lbs	139.75-150.75
	900-1000 lbs	152.85		800-900 lbs	130.50-141.60

CHICAGO MERCANTILE EXCHANGE LIVESTOCK FUTURES SETTLEMENT Wednesday

Live Cattle			Feeder Cattle		
		Change			Change
Oct	124.170	0.050	Sep	154.720	(0.550)
Dec	129.450	(0.200)	Oct	156.500	(1.650)
Feb	133.150	(0.100)	Nov	157.570	(2.150)

CHICAGO BOARD OF TRADE GRAIN FUTURES SETTLEMENTS Wednesday

Corn			Soybeans		
		Change			Change
Nov	5.3350	0.1325	Nov	12.9450	0.1200
Jan	5.4075	0.1250	Jan	13.0350	0.1175
Mar	5.4475	0.1150	Mar	13.0775	0.1150

KANSAS CITY BOARD OF TRADE		Wheat		Change	
		Dec	7.1600		0.1425
		Mar	7.2450		0.1400
		May	7.2875		0.1375

AMS 2466 Wednesday

5 AREA WKLY ACCUMULATED WTD AVG SLAUGHTER CATTLE PRICE

	Head Count	Avg Weight	Avg Price
Live Steer	454	1,566	123.91
Live Heifer	295	1,225	124.00
Dressed Steer	1,905	946	196.97
Dressed Heifer	129	816	196.00

AMS 2453 Wednesday

DAILY ESTIMATED BOXED BEEF CUTOUT VALUES

Choice	Select	Choice Cuts	111 loads
600-900#	600-900#	Select Cuts	40 loads
319.82	283.89	Trimming	14 loads
(3.07)	(6.73)	Grinds	26 loads

SJ LS710 Tuesday

ESTD DAILY CATTLE SLAUGHTER

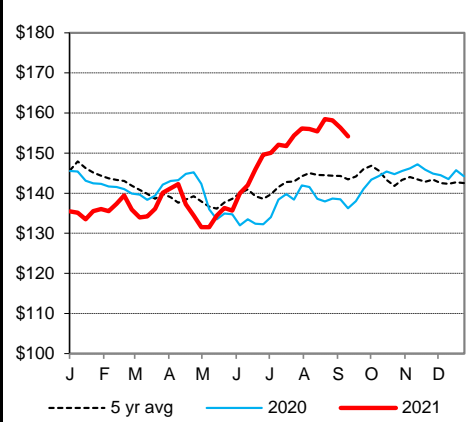
Wednesday	121,000
Week Ago (est)	121,000
Year Ago (act)	120,000
Wk to date (est)	355,000
Last Week (est)	245,000
Last Year (act)	360,000
Previous Day Estimated:	Steer and Heifer 94,000
	Cow and Bull 26,000

AMS 1823 Tuesday

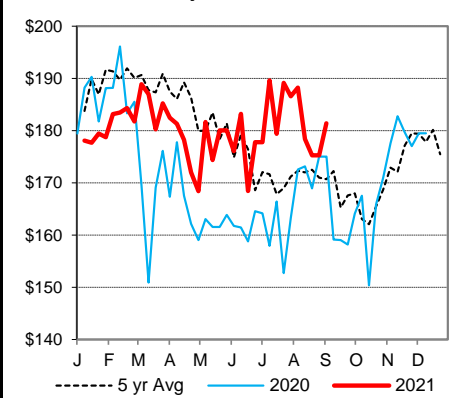
Oklahoma National Stockyards

	Pct Lean	Avg Dressing Price
Breaking	75-80	64.00-72.50
Boning	80-85	65.00-71.00
Lean	85-90	60.00-64.00

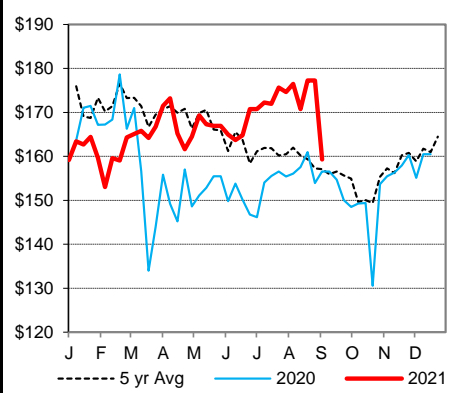
CME Feeder Cattle Index



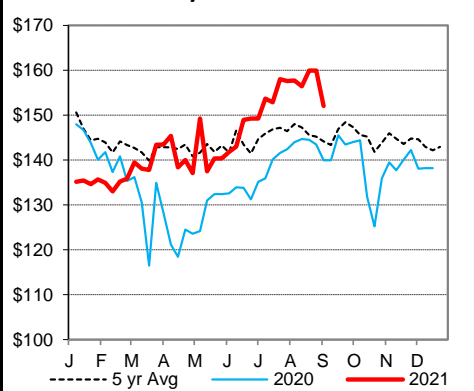
Oklahoma City 400-500 lb Steer Price



Oklahoma City 500-600 lb Steer Price



Oklahoma City 700-800 lb Steer Price





Schwieterman Update

Schwieterman, Inc.
620-275-4100
800-272-9131

This material has been prepared by a sales or trading employee or agent of Schwieterman, Inc. and is, or is in the nature of, a solicitation. This material is not a research report prepared by Schwieterman, Inc. Research Department. 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 Schwieterman, Inc. 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.