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CORONAVIRUS REMAINS THE MAIN ISSUE CAUSING ALL KINDS OF QUESTIONS MAKING TRADING DIFFICULT

Sharply higher closes for Minneapolis, Kansas City and Chicago wheat, higher closes for oats, rough rice, corn and soybean meal while lower for soybeans and soybean oil. CONCERNS OVER THE SPREADING OF THE CORONAVIRUS REMAIN IN THE SPOTLIGHT AFFECTING ECONOMIES AROUND THE WORLD. WEATHER FORECASTS REMAIN FAVORABLE IN SOUTH AMERICA LEADING TO A POTENTIAL RECORD SOYBEAN CROP. WHEAT SETTLED SHARPLY HIGHER IN ANTICIPATION OF INCREASED CHINESE BUYING OF GOODS LIKE WHEAT AND PORK. THEN ADD DRY WEATHER PROBLEMS IN AUSTRALIA AND RUMOURS OF AFRICAN LOCUSTS AT THE CHINA BORDER AND YOU HAVE WHEAT SETTLING OVER 20 CENTS HIGHER. Minneapolis made its best high and close in a couple of weeks but is still long term bearish looking even topy along with the rest of the wheat complex. Minneapolis has support around 525 and resistance 560. KC had its best high and close also in a couple of weeks after today's action but is actually acting like it wants to move higher overall. However, it's in a tough area to trade in either direction in my opinion. You can sell against a close over 510 or buy around 480 against a close below 470. Chicago also made its best high and close over the last two weeks but does have a large possible topping formation in place. Oats continue to be going nowhere (281 - 310) since October. Just continue to trade its range until we see a breakout in either direction. Rough rice continues to rise since the middle of November holding fairly well since making a contract high and close on February 10th. Support remains below 1340 which is the first area to go long. Corn has not really gone anywhere since November while in a 370 - 400 trading range since August. Like oats, just trade the range for now. CORN EXPORTS RUNNING AROUND 49% WORSE THAN LAST YEAR ISN'T HELPING MATTERS EITHER. The psychological 400 area and a close above 415 are the nearest price points to focus on. Beans continue to look lower overall but at least EXPORTS ARE AROUND 19% HIGHER THAN LAST YEAR. Then again SOUTH AMERICA WEATHER AND THE STRONG DOLLAR AREN'T DOING THE US FARMERS ANY GOOD. Likewise, meal continues to look weak with no end in sight. At least the meal has been holding over the last seven trading sessions. Oil also is very weak but not showing any bullish tendencies lately. BUY SIGNALS FOR MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT ALONG WITH ROUGH RICE. SELL SIGNALS FOR SOYBEANS, SOYBEAN MEAL AND SOYBEAN OIL. For additional charts, quotes, news, commentary & more, sign up for markethead.com.



KEK20 - Hard Red Wheat - Daily Candlestick Chart



ZWK20 - Wheat - Daily Candlestick Chart



ZOK20 - Oats - Daily Candlestick Chart



ZRK20 - Rough Rice - Daily Candlestick Chart



ZCK20 - Corn - Daily Candlestick Chart



ZSK20 - Soybean - Daily Candlestick Chart



ZMK20 - Soybean Meal - Daily Candlestick Chart**ZLK20 - Soybean Oil - Daily Candlestick Chart**

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