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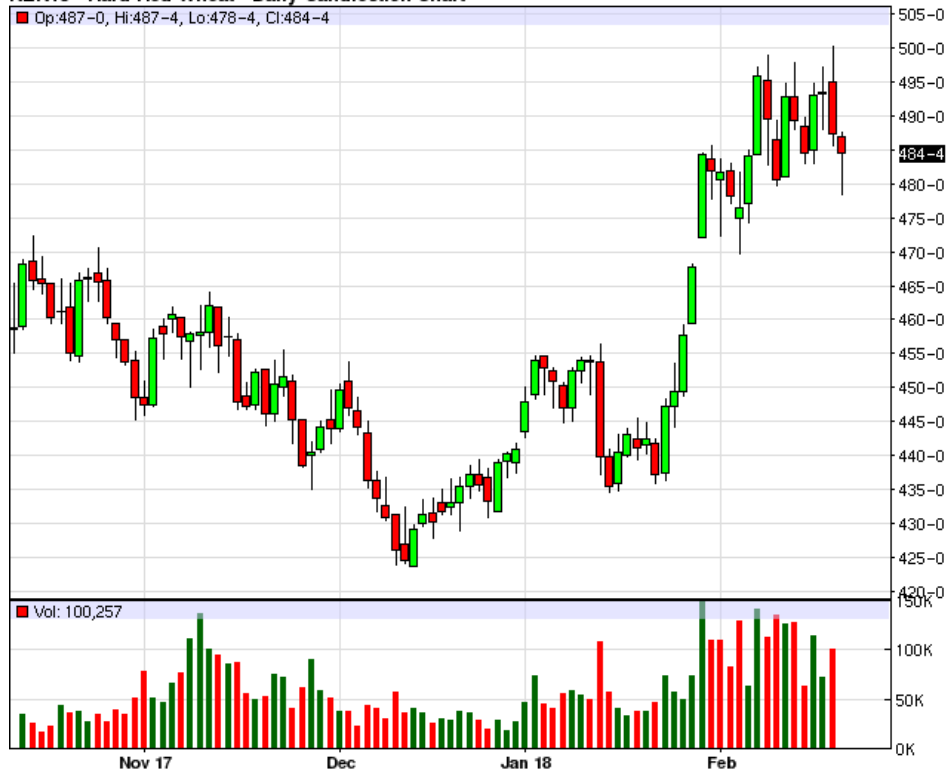
SOUTH AMERICA & PLAINS STILL DRY. FUNDS COVER MAJOR PORTION OF RECORD SHORT CORN

Higher closes for soybeans, soybean meal and soybean oil while lower oats, corn, rough rice, Minneapolis, Kansas City and Chicago wheat. Not much change since my last report with weather remaining the main focus at this time. THE MOST TELLING THING THAT OUR GRAIN HEDGE DIVISION HAS TOLD ME IS THAT MANAGED MONEY COVERED A VERY LARGE PORTION OF THEIR RECORD SHORTS BUT CORN ONLY GAINED ABOUT FIFTEEN CENTS OVERALL! Minneapolis equaled its lowest close since the middle of June while KC made its highest high since last August and had its possible bull pennant turn into just a consolidation formation over the last couple of weeks. Meanwhile, Chicago has dropped sharply over the last couple of weeks but still looks, like KC is in short term uptrend. Either way, KC and Chicago have been moving higher while Minneapolis has been falling for quite some time now. Minneapolis continues to remain comfortably above KC in price even with it in a downtrend while the other two remain in uptrends. Oats settled down while leveling off over the last few weeks possible setting up for a retracement down to the 250 area. I find it hard to determine a trade for this grain right now. Better opportunities elsewhere in my opinion. Rough rice (lowest low and close since 11/2/17) has dropped almost eighty cents over the last couple of week still forming a possible major bottom while more and more acting like it will test its lows. I need oats to settle over 1280 for a likely change in direction. Corn made its best high since September 29th before settling lower in REVERSAL TYPE ACTION still looking strong at this time but I am still wary of it just being a short covering rally due to the funds that are being driven by the dry weather. Of course we can't forget there is no shortage of corn around no matter what the crop future may bring. Then again a close over 375 (Mar.) would be technically important in my opinion with the 360 - 400 range remaining a formidable looking resistance area. Still being fueled by hot and dry weather has led the beans to have its best high and close since last July 12th. Managed money is long but not that much meaning they still have more ammunition to take the beans higher even though there is also no shortage of them around. Meal, like my last report made another new CONTRACT HIGH AND CLOSE. IF YOU BELIEVE, LIKE I DO THAT, THE MEAL/OIL SPREADS CAN BE INDICATIVE OF A BULL (IN THIS CASE) OR A BEAR MARKET, THEN TAKE INTO CONSIDERATION MEAL'S NEW HIGH AND CLOSE WHILE OIL, ALTHOUGH CONSOLIDATING AT TIME, IS STILL STRUGGLING TO MOVE HIGHER. BUY SIGNALS FOR KANSAS CITY AND CHICAGO WHEAT ALONG WITH OATS AND CORN. SELL SIGNALS FOR MINNEAPOLIS WHEAT AND SOYBEAN OIL. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 -day trial to markethead.com.

MWK18 - Spring Wheat - Daily Candlestick Chart



KEK18 - Hard Red Wheat - Daily Candlestick Chart



ZWK18 - Wheat - Daily Candlestick Chart



ZRK18 - Rough Rice - Daily Candlestick Chart



ZOK18 - Oats - Daily Candlestick Chart



ZCK18 - Corn - Daily Candlestick Chart



ZSK18 - Soybeans - Daily Candlestick Chart



ZMK18 - Soybean Meal - Daily Candlestick Chart



ZLK18 - Soybean Oil - Daily Candlestick Chart



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