



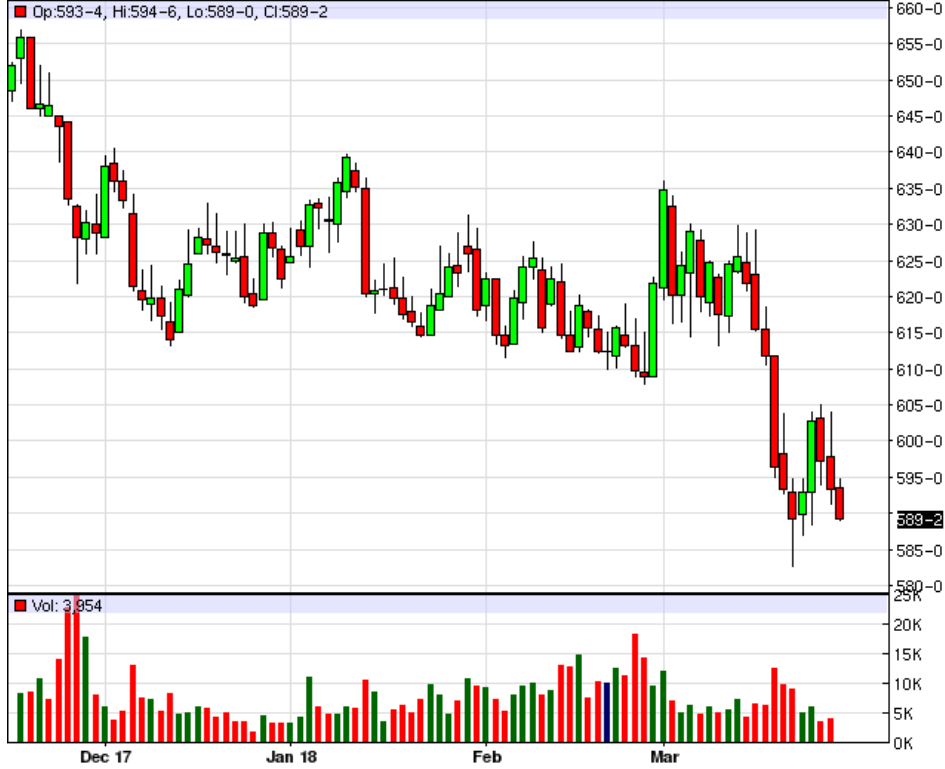
RICK ALEXANDER, MARKET STRATEGIST
ZANER GROUP

3/28/2018

WASDE THURSDAY - RECORD CORN & BEAN STOCKS - POSSIBLE RECORD BEAN CROP - RAIN IN KANSAS

Higher closes for rough rice and soybean oil, unchanged for corn while lower for Minneapolis, Kansas City and Chicago wheat along with oats, soybeans and soybean meal. The grains headline above pretty much says it all in a concise manner. Looking at the charts below it's not hard to see Minneapolis is now below the 610 and 670 (since November 9th) that I've been talking about. Now that this range has been violated we have quite a formidable resistance area overhead. Even KC and Chicago (lowest close since 1/25/18), which recently had been in a retracement rally, are starting to look like they're in possible topping formations now at or near critical support areas. Stay tuned! Of course, a good percentage of the world wheat stocks are at a lower grade than normal but don't be fooled. The action will pretty much tell you what's going to happen no matter what the experts try to tell you. Oats are in a very critical support area on the weekly chart after falling since the beginning of March. Rice, on the other hand, seems to be range bound between 1180 and 1280 since December. I feel its best to stay out unless hedging or playing the range until we see a breakout one way or the other. 1200 and 1290 as my trading parameters if I do take a position in either direction. Now corn acts like a possible top is forming but this usually isn't the time of year for corn or beans (lowest close since 2/13/18) to top out so I would be wary but not ignore the action. I know how confusing this sounds but being in futures for over 43 years has given me a lot of baggage to carry around! With that being said my buy signals below are still in play but weaker than a couple of weeks ago. Oil just made its worst low since July 2016 before settling higher in REVERSAL TYPE ACTION while remaining very weak overall. BUY SIGNALS FOR CORN, SOYBEANS AND SOYBEAN MEAL. SELL SIGNALS FOR MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT ALONG WITH OATS AND SOYBEAN OIL. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 -day trial to markethead.com.

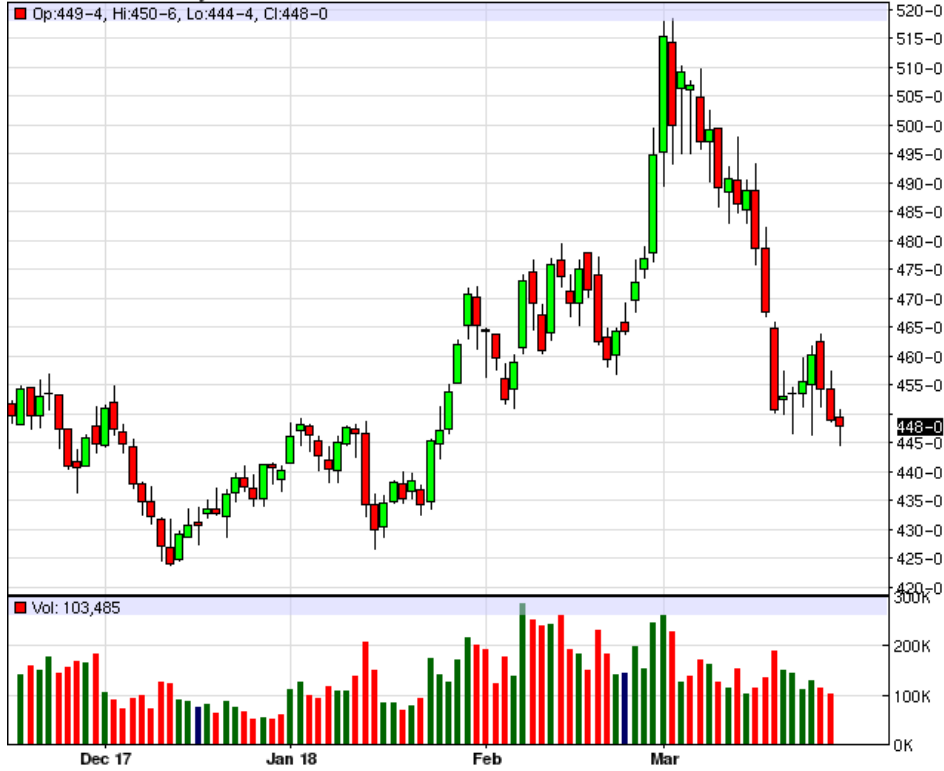
MWK18 - Spring Wheat - Daily Candlestick Chart



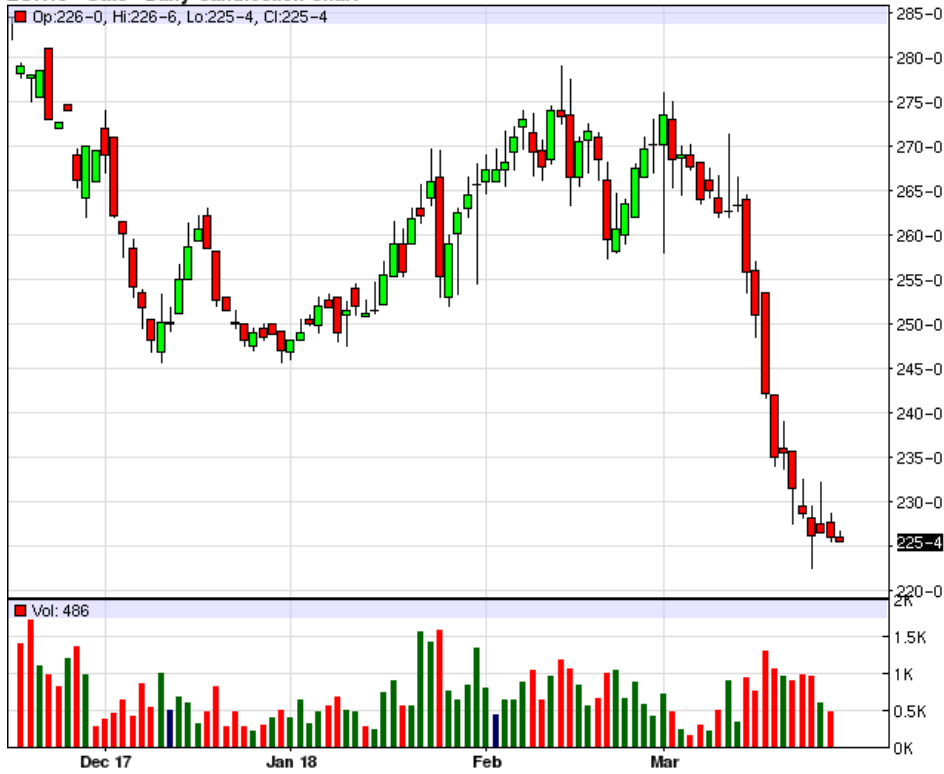
KEK18 - Hard Red Wheat - Daily Candlestick Chart



ZWK18 - Wheat - Daily Candlestick Chart



ZOK18 - Oats - Daily Candlestick Chart



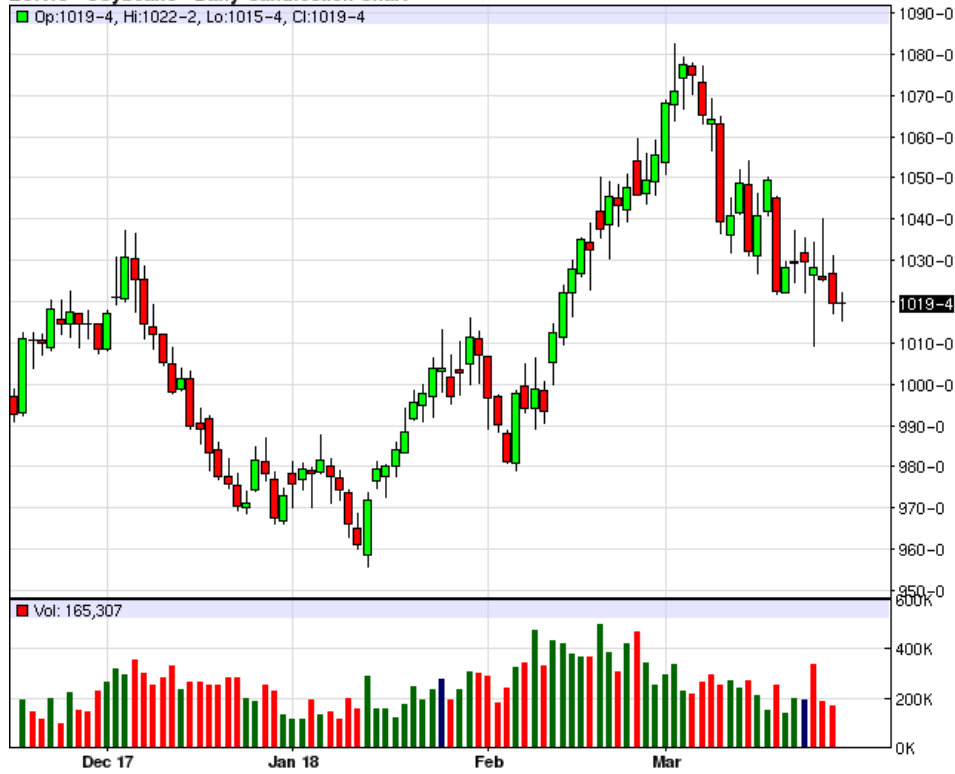
ZRK18 - Rough Rice - Daily Candlestick Chart



ZCK18 - Corn - Daily Candlestick Chart



ZSK18 - Soybeans - Daily Candlestick Chart



ZMK18 - Soybean Meal - Daily Candlestick Chart





To read more economic research reports like this one or subscribe to the mailing list, visit www.zaner.com.

THIS MATERIAL IS CONVEYED AS A SOLICITATION FOR ENTERING INTO A DERIVATIVES TRANSACTION.

THIS MATERIAL HAS BEEN PREPARED BY A ZANER BROKER WHO PROVIDES RESEARCH MARKET COMMENTARY AND TRADE RECOMMENDATIONS AS PART OF HIS OR HER SOLICITATION FOR ACCOUNTS AND SOLICITATION FOR TRADES; HOWEVER, ZANER DOES NOT MAINTAIN A RESEARCH DEPARTMENT AS DEFINED IN CFTC RULE 1.71. ZANER, ITS PRINCIPALS, BROKERS AND EMPLOYEES MAY TRADE IN DERIVATIVES FOR THEIR OWN ACCOUNTS OR FOR THE ACCOUNTS OF OTHERS. DUE TO VARIOUS FACTORS (SUCH AS RISK TOLERANCE, MARGIN REQUIREMENTS, TRADING OBJECTIVES, SHORT TERM VS. LONG TERM STRATEGIES, TECHNICAL VS. FUNDAMENTAL MARKET ANALYSIS, AND OTHER FACTORS) SUCH TRADING MAY RESULT IN THE INITIATION OR LIQUIDATION OF POSITIONS THAT ARE DIFFERENT FROM OR CONTRARY TO THE OPINIONS AND RECOMMENDATIONS CONTAINED THEREIN.

THE RISK OF LOSS IN TRADING FUTURES CONTRACTS OR COMMODITY OPTIONS CAN BE SUBSTANTIAL, AND THEREFORE INVESTORS SHOULD UNDERSTAND THE RISKS INVOLVED IN TAKING LEVERAGED POSITIONS AND MUST ASSUME RESPONSIBILITY FOR THE RISKS ASSOCIATED WITH SUCH INVESTMENTS AND FOR THEIR RESULTS. PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE PERFORMANCE.

150 S Wacker Dr, Suite 2350 · Chicago, IL 60606 · Direct: 312-277-0050 Fax: 312-277-0150 · info@zaner.com

Copyright © 2010 Zaner Group LLC. All Rights Reserved.