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REPORT RESULTS. BULLISH FOR SOYBEANS. BEARISH FOR WHEAT AND BASICALLY NEUTRAL FOR CORN

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WE HAVE A VERY GOOD HEDGING DEPARTMENT HEADED BY TED SEIFRIED. WHY NOT TALK TO HIM OR ANY OF OUR OTHER HEDGING BROKERS. NO ONE WILL PRESSURE YOU AND WHAT HAVE YOU GOT TO LOSE? I'VE BEEN A LICENSED FUTURES BROKER FOR OVER 41 YEARS AND TRUST NO ONE MORE THAN TED AND HIS GROUP.

Higher closes for Minneapolis, Kansas City and Chicago wheat along with rough rice, oats, corn, soybeans, soybean meal and soybean oil. The soybeans turned out to be the story after the stocks numbers came out very bullish helping to drag up the corn and wheat. Actually the wheat and corn numbers weren't good but mostly short covering helped them move higher especially the corn. As you all know it seems like I've been bearish the wheat complex overall since you've been born. I just don't see that changing much in the near future. Of course there will always be bullish retracement rallies but in the end the wheat, in my opinion, will continue to fall back down. I feel the most we can hope for is a sideways trend in the long run. Once again, the Minneapolis/KC spreads continue to widen in favor of the former with the latter making a new CONTRACT LOW AND CLOSE on Monday. Chicago hasn't been doing much better while only Minneapolis is in a short term uptrend but even that grain has been losing steam as evidenced below. At least Chicago has been making higher lows since the beginning of March. Yes, this is a small consolation but I'm grasping for straws. We should not ignore the obvious. Three different types of wheat and three different chart formations. You just don't see that very often. I also realized the grade of the wheat stocks isn't that good but the overall world supply remains high as just mentioned above. Meanwhile, I still want to see the July Minneapolis wheat contract settle over 580 and Chicago over 500. As far as KC is concerned, I just don't know at this time. On Monday Oats made their worst low and close since the beginning of March. What a difference since around April 20th. The change in direction, as you can see below, was almost instantaneous. I still want to see a close over 215 to possibly give me a buy signal. Rice continues to trend higher rebounding nicely from a sharp drop on Monday. As mentioned last week I 'flat out' missed a buy signal and will continue to stand aside while waiting for a close over 1160 to give me a possible buy. You can sell against that happening if you so desire though. Corn rallied over seventeen cents higher off the soybeans numbers and then dropped back to settle twelve cents up. After the smoke cleared you can see the corn is still in the 350 to 400 range and hasn't closed over four dollars yet while staying in the range just mentioned for several months. Play this range for as long as you can and don't assume anything. You may be surprised at the results. After all, the corn stocks are pretty significant at this time. Now for the bean complex. Due to a surprisingly lower bean stock estimates, the beans rallied sharply higher (best high since and close since June 2014) before falling back seven to eight cents from its high at the close. Its nearest support is around 1040 at this time. Meal rallied up to its daily limit and basically stayed there up to the close also its best high and close since June 2014. I DON'T KNOW HOW FAR THE BEANS AND MEAL WILL GO BUT WILL FOLLOW THE MEAL/OIL SPREADS. IF AND WHEN OIL BECOMES STRONGER THAN MEAL, THEN I WOULD LOOK FOR A POSSIBLE DECENT SIZE CORRECTION. SINCE PLANTING SEASON FOR THE BEANS IS GOING ON NOW IN THE U.S. AND HARVESTING HAPPENING IN SOUTH AMERICA, THIS MAKES IT MORE DIFFICULT TO CALL AT THIS TIME. Oil rallied around sixty plus points still looking topy at this time. BUY SIGNALS FOR MINNEAPOLIS WHEAT, SOYBEANS. SOYBEAN MEAL AND CORN WHILE SELL SIGNALS FOR KANSAS CITY WHEAT AND SOYBEAN OIL. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 -day trial to markethead.com.

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ZWN16 - Wheat - Daily Candlestick Chart



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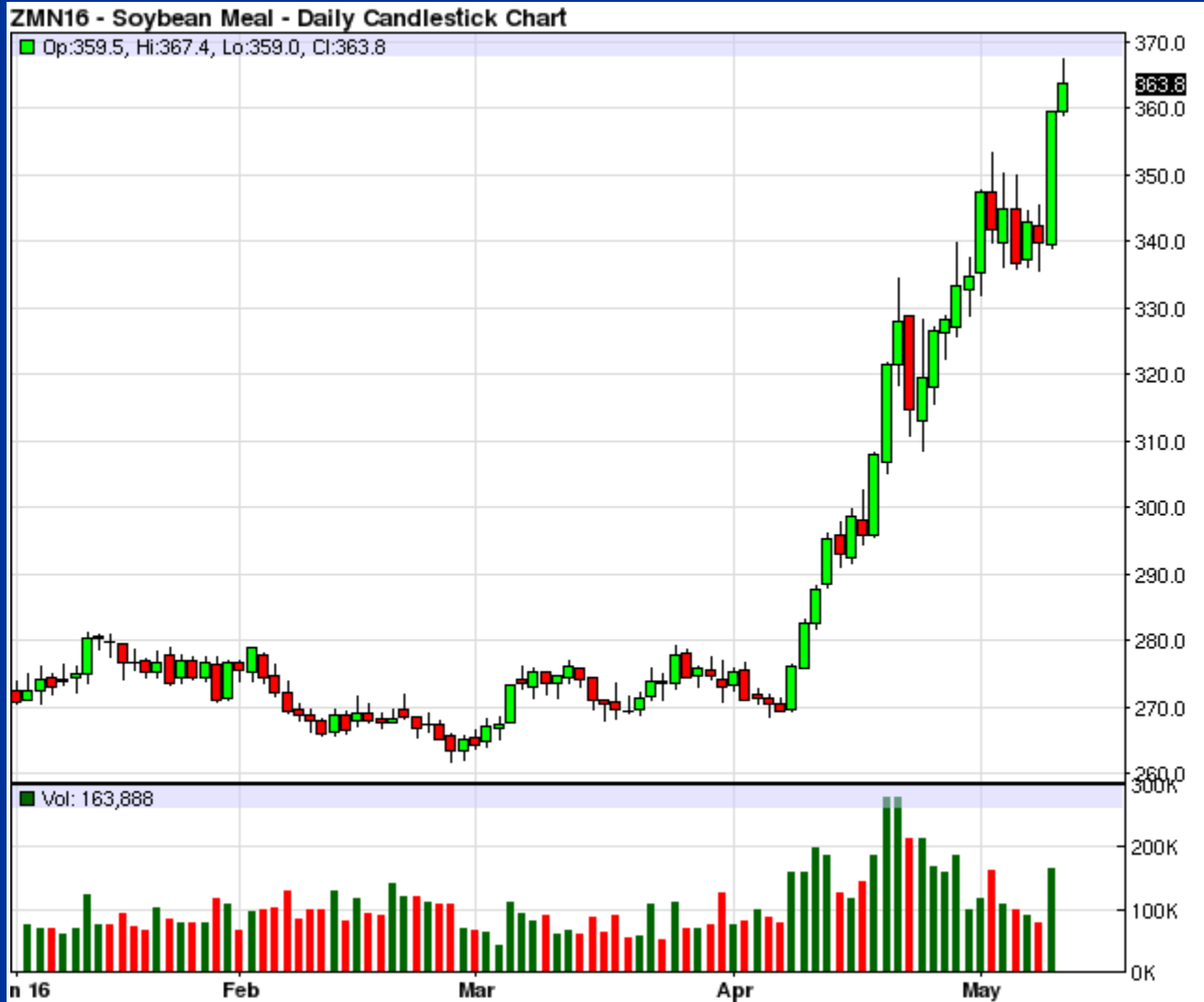
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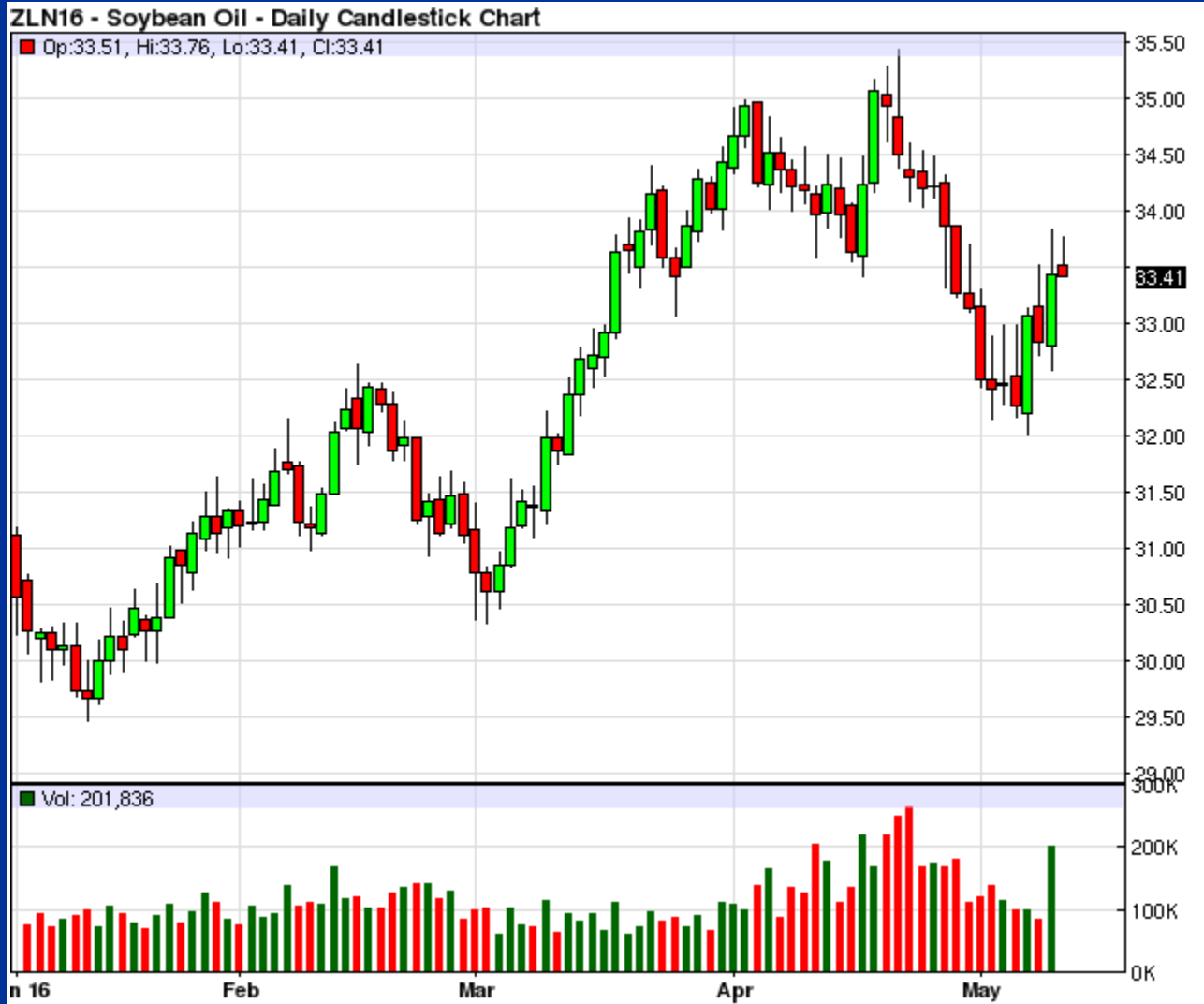
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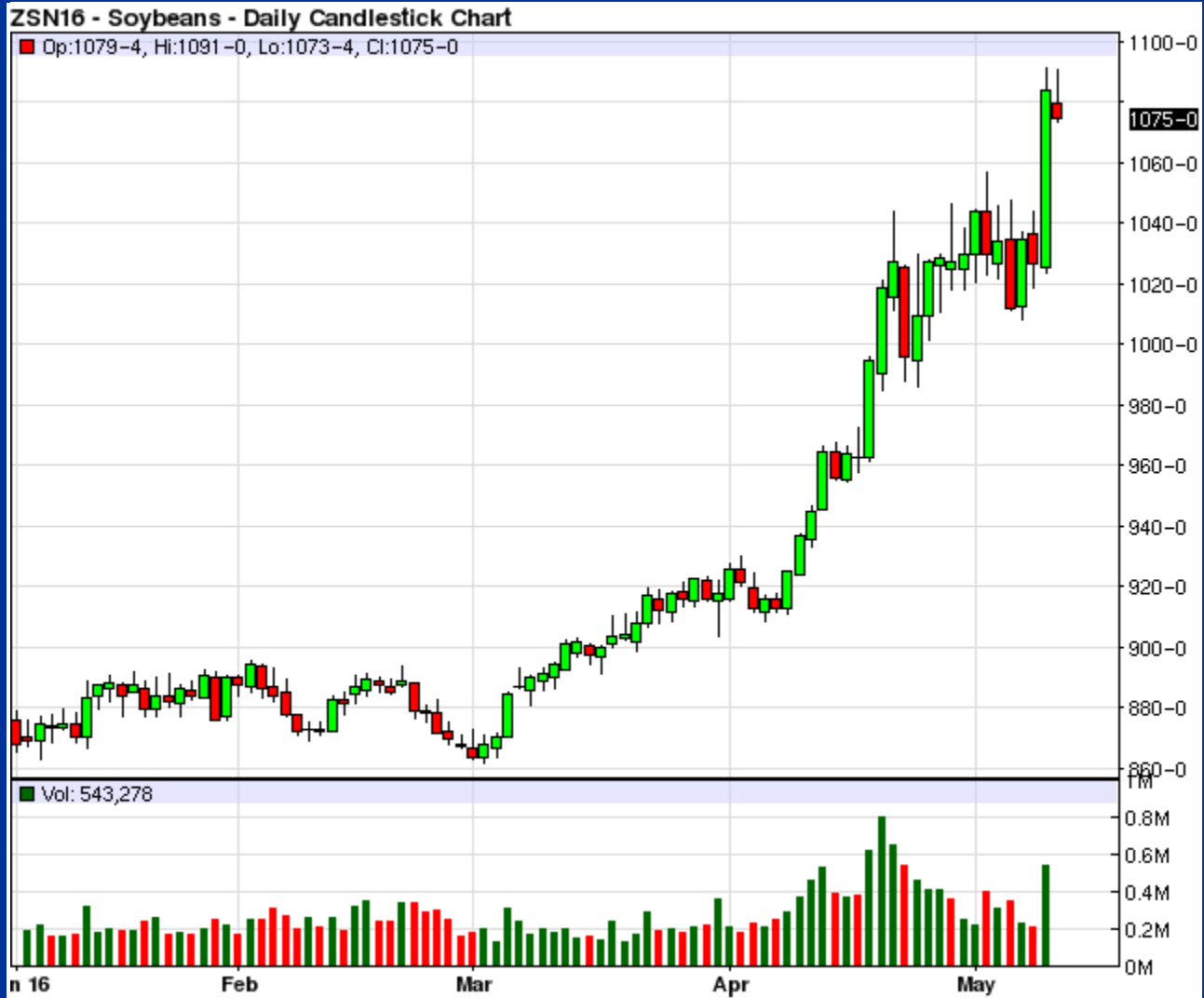
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