

Grain comments written for May 13, 2009
Submitted by Rick Alexander of the Zaner Group:
Ralexander@zaner.com
www.zaner.com
(888) 281-4158

GRAINS: 05/13/09 Higher closes last night for Minneapolis, Kansas City and Chicago wheat along with corn, oats, old crop soybeans, soyoil and soymeal, while lower for rough rice and and new crop beans. The crop and supply/demand report were considered bullish overall. All of the wheat continue to look strong overall making new recent highs and closes with Minneapolis breaking out of its bull pennant. Corn had its highest high and close since early February with the 450 area basis the July contract my next objective. Rice settled sharply lower giving me a sell signal with its lowest low and close since the middle of March. Oats continue to work higher making its highest high and close since January and settling higher for the fifth consecutive trading session. The bean complex also settled higher except for new crop beans, seem to be holding up the corn and don't forget its uptrend started by a double bottom at 370 basis the July contract. Oats followed through with another strong close (highest high and close since the beginning of February and it has been said that oats lead the way in the grains. Call me if you would like to know why. There is good resistance between 230 and 250 in the July contract which is where the oats are now. Rice rallied sharply to close near its daily high but unchanged on the day. Also, oats managed to stay above 125 basis the July contract which is very important if its downtrend is going to have a chance of changing. The beans complex settled mixed again but the beans, meal and oil all settled near today's highs which is good action. Of course, the grains still have to get through tomorrows reports. On the other side of the coin, reports rarely change the overall direction of a market. BUY SIGNALS FOR MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT ALONG WITH CORN, SOYBEANS, MEAL AND OIL. CALL FOR DETAILS!



Rick Alexander has been a broker and analyst in the futures business for over thirty years. He is a Vice-President for Sales and Trading at the Zaner Group (www.zaner.com) a Chicago-based futures brokerage firm. Email Rick at ralexander@zaner.com.

I am constantly looking for technical tops and bottoms. I will mention them on our website when I see any in place. Also, I offer a free booklet explaining in simple terms, the chart formations mentioned above. Please call me for exact details: (888)281-4158.

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