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## WET WEATHER SLOWING CORN PLANTINGS, US VS CHINA, DOWN EXPORTS. INFORMA HIGHER BEANS - LOWER CORN

Sharply higher closes for most of the grain complex after Trump mentions the possibility (my words) of the stalemate between the US and China being solved relatively soon. It just goes to show you how the market can react because of the funds being heavily short. Slow corn plantings due to wet weather are also a contributing factor although the expression RAIN MAKES GRAIN I find usually leads to a bumper crop. I'm just saying! Also, open interest fell across the board except for Minneapolis wheat which may temper this, so far, short covering rally, but doesn't have to. Anyway, this led to Minneapolis and Chicago wheat having their best highs and closes since the middle of April while KC in 2 1/2 weeks. Also, Minneapolis has been retracing higher since April 30th but still needs to close first over 545, then 576 and finally 600 for me take a turnaround seriously. KC had a KEY REVERSAL (NEW CONTRACT LOW AND CLOSING ABOVE FRIDAY'S HIGH) on Monday and should move higher but still needing a close above 480 in my opinion. Chicago also had a KEY REVERSAL on Monday while needing a close above 500 and then 535. THERE ARE ALSO RUMORS AROUND THAT AUSTRALIA MAY BE NET IMPORTERS OF WHEAT THE FIRST TIME IN TWELVE YEARS!) Oats wasn't as impressed settling less than three cents higher but still in an uptrend since March anyway. A close above three dollars is needed for me though. On the other hand rough rice had its best high and close since the end of March while I want a close above 1140 which is pretty obvious looking at the chart below. As mentioned above delayed plantings due to wet weather, heavy short funds and Trump's positive outlook is scaring away some bears leaving the path of least resistance above the market. Corn has managed to rally after reversal (contract low) reversal type action on April 25th. Nothing less than a close above four dollars is acceptable in my opinion for a possible change in direction but now there is a gap at 357 1/4 that should be filled sooner or later. The bean complex also rallied sharply on Tuesday while there was a drop off in open interest but nothing dramatic leading me to believe the rally will continue from the complex's present level. Beans has their best high and close in a week after making a new CONTRACT LOW AND CLOSE, meal a CONTRACT LOW and oil a new CONTRACT LOW AND CLOSE all on Monday. However, I want to see beans close over 950, meal 300 and oil 30. BUY SIGNAL FOR OATS. SELL SIGNALS FOR SOYBEANS, SOYBEAN MEAL, SOYBEAN OIL, MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 day trial to markethead.com.

MWN19 - Spring Wheat - Daily Candlestick Chart



KEN19 - Hard Red Wheat - Daily Candlestick Chart



ZWN19 - Wheat - Daily Candlestick Chart



ZON19 - Oats - Daily Candlestick Chart



ZRN19 - Rough Rice - Daily Candlestick Chart



ZCN19 - Corn - Daily Candlestick Chart



ZSN19 - Soybean - Daily Candlestick Chart



ZMN19 - Soybean Meal - Daily Candlestick Chart



ZLN19 - Soybean Oil - Daily Candlestick Chart



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