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## WASDE REPORT THURSDAY (9/12/19) CHICAGO WHEAT BROKE LOWER HIGH AND LOW PATTERN SINCE END OF MAY

Higher closes Minneapolis, Kansas City and Chicago wheat along with soybeans, soybean meal, soybean oil, oats, rough rice and corn. THE WASDE REPORT ON THURSDAY WILL BE CLOSELY WATCHED SINCE ALMOST 10% OF THE SOYBEAN CROP HASN'T SET PODS YET AND CHINA'S CONTINUING HOG PROBLEM. AUSTRALIA'S LOWER WHEAT PRODUCTION FORECAST SHOULD HELP THE WHEAT COMPLEX ALSO. THE CORN FORECAST, HOWEVER, IS MORE IN LINE WITH ESTIMATES INCLUDING AN INCREASE IN BRAZIL'S CORN FORECAST. Minneapolis and KC made new CONTRACT LOWS AND CLOSES on Sept. 3rd continuing their downward slide but hoping for higher prices with Australia lowering its production forecasts. The former has resistance around 515 while the latter is in their's. Chicago had its worst low since May also on Sept. 3rd but now had its best high and close since Aug 12th while taking out 481 1/4. THIS IS IMPORTANT BECAUSE, FOR THE FIRST TIME SINCE THE END OF JUNE, CHICAGO WHEAT HAS BROKEN ITS LOWER HIGHS AND LOWS PATTERN SETTING UP A POSSIBLE BOTTOMING FORMATION! KC. Oats had been in a trading range (276 3/4 - 262) since July 18th but, as you can see, since my report ends on Tuesday's close but is being written Wednesday morning, the chart below has included breaking out so far with a high of 282 1/2 at the time of this report being written.. Rough rice has been consolidating over the last seven trading days now forming a possible bottom causing me to remove my sell signal and stand aside. Corn continues to fall making a new CONTRACT LOW AND CLOSE on Monday. However, a gap remains above at 392 3/4 giving me a trade recommendation that should have a better chance of working especially if corn keeps falling. Soybeans had its worst low and close on Monday since May but still has been holding fairly well since early August really needing to hold the 850 area. Meal continues to look obviously bearish making its worst low since May 13th on Monday also. At least the meal has been falling in a slow orderly fashion since the beginning of August while oil has been going nowhere since the middle of June except for one blip higher in August. SELL SIGNALS FOR MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT ALONG WITH OATS, CORN AND SOYBEAN MEAL. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 day trial to markethead.com.

MWZ19 - Spring Wheat - Daily Candlestick Chart



KEZ19 - Hard Red Wheat - Daily Candlestick Chart



ZWZ19 - Wheat - Daily Candlestick Chart



ZOZ19 - Oats - Daily Candlestick Chart



ZRX19 - Rough Rice - Daily Candlestick Chart



ZCZ19 - Corn - Daily Candlestick Chart



ZSX19 - Soybean - Daily Candlestick Chart



**ZMZ19 - Soybean Meal - Daily Candlestick Chart****ZLZ19 - Soybean Oil - Daily Candlestick Chart**

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