



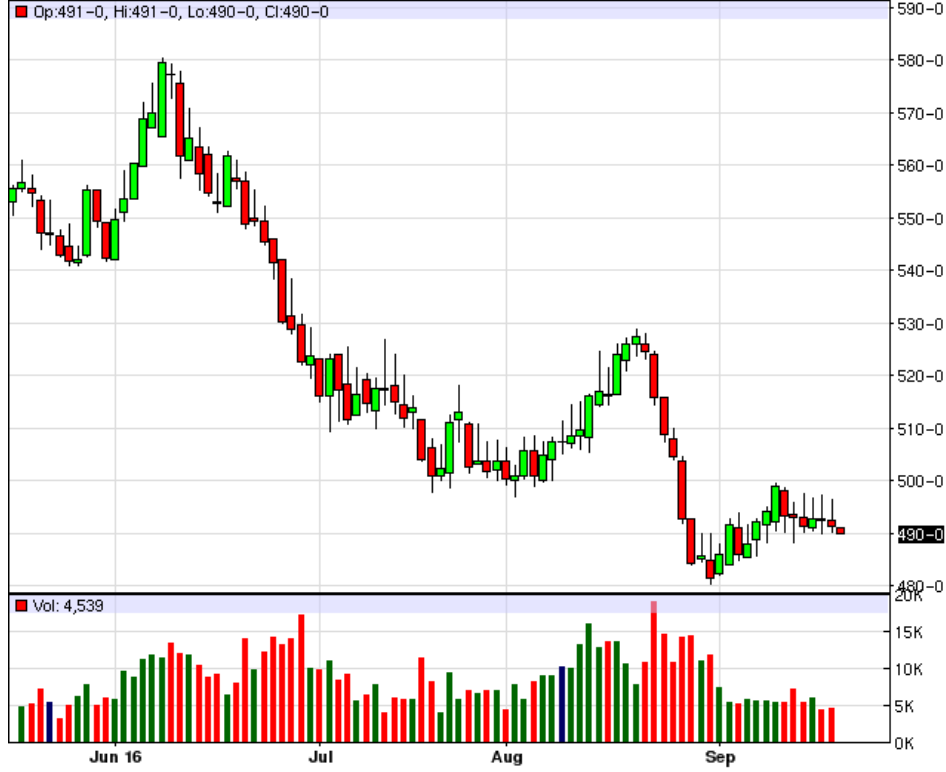
RICK ALEXANDER, MARKET STRATEGIST
ZANER GROUP

9/21/2016

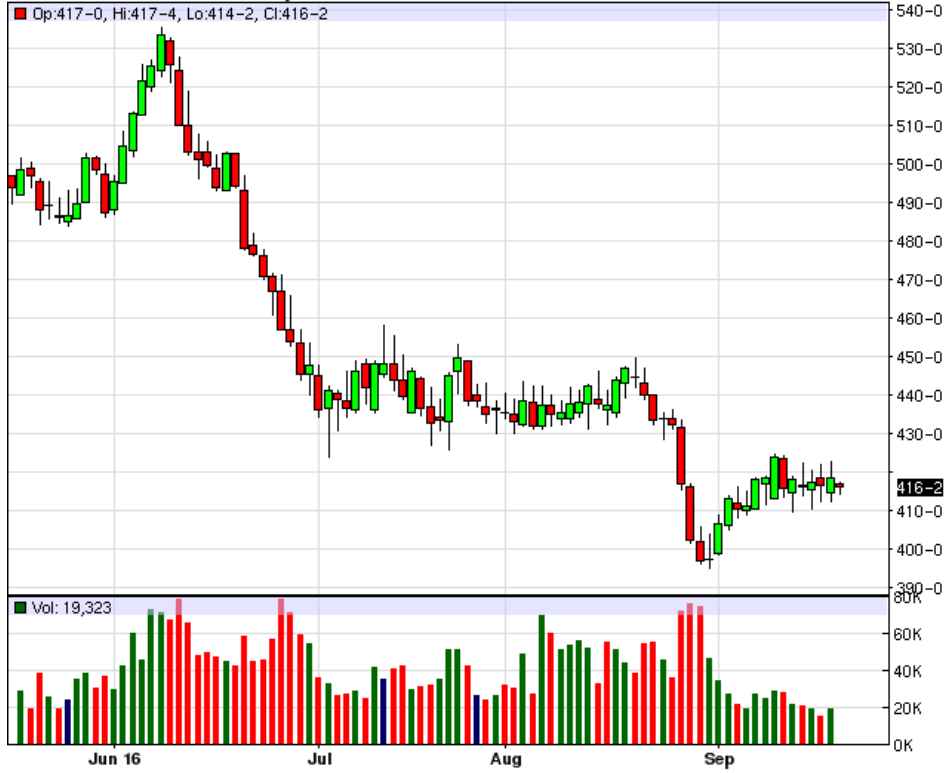
HAVE RUN OUT OF BAD NEWS EXCEPT FOR BEAN COMPLEX WHICH HAS BEEN OFFSET BY GOOD SALES?

Higher closes for soybeans, soybean meal and soybean oil along with oats, rough rice, corn, Kansas City and Chicago wheat while lower for Minneapolis wheat. Decent exports continue and NO NEW CONTRACT LOWS AND/OR CLOSES SINCE MY LAST WEDNESDAY'S REPORT. I CAN'T REMEMBER THE LAST TIME THAT HAS HAPPENED! What this tells me is that we pretty much have run out of potentially bad news except maybe in the bean complex and that, so far, has been offset by the best sales of any grain! Although I keep rehashing the same lines over and over because 'it is what it is', I do feel, at least a short term, a bottom is near. The corn chart continues to show a possible bottoming formation and now is joined by what looks like a small W formation in the beans and one still forming in the meal. Oil has made its best high and close in just under a month also but I would prefer the meal led the bean complex. Then again production issues for palm oil may still have something to do with oil outgaining meal which in turn, still helps stabilize the bean prices. Looking at the charts below you can see the wheat complex has basically gone sideways since last Wednesday meaning I have nothing new to report. Therefore, I will be repeating much of what I wrote last week. We have a hedging department that includes a retired farmer and a qualified broker who, at one time, hedged for companies like Frito Lay! With that being said, Minneapolis has been in an overall downtrend since June, 2011, KS since Feb. 2011, Chicago July 12, oats March 14, rough rice March 08 (latest being June 14), corn Aug. 12, soybeans Sept. 12, meal, Aug. 12 and soybean oil since Aug. 11. Of course, there have been retracement rallies along the way but until we prove otherwise, we must be aware of these trends. We all know our costs have gone only higher along the way. Minneapolis has its nearest resistance around 500 while KC and Chicago 430. Oats has its closest resistance around 180. Rice has been retracing higher over the last couple of weeks but I don't see any signs of a bottom happening yet. Corn is looking more and more like a rally up to at least 350 soon. I need to see the beans to close over 1020 to get a little excited and its possible W formation shows that it should go there. Beans and meal also have retraced higher since my last report. Meal is still forming a possible W needing to close over 320 and a near term objective of 330 which also is a decent resistance area. Oil has had a rally this week while now residing in some resistance. Finally, the commercials continue to be long the grain complex and short everything else. BUY SIGNAL FOR SOYBEAN OIL. SELL SIGNALS FOR MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT ALONG WITH OATS. ROUGH RICE, CORN, SOYBEANS AND SOYBEAN MEAL. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 -day trial to markethead.com.

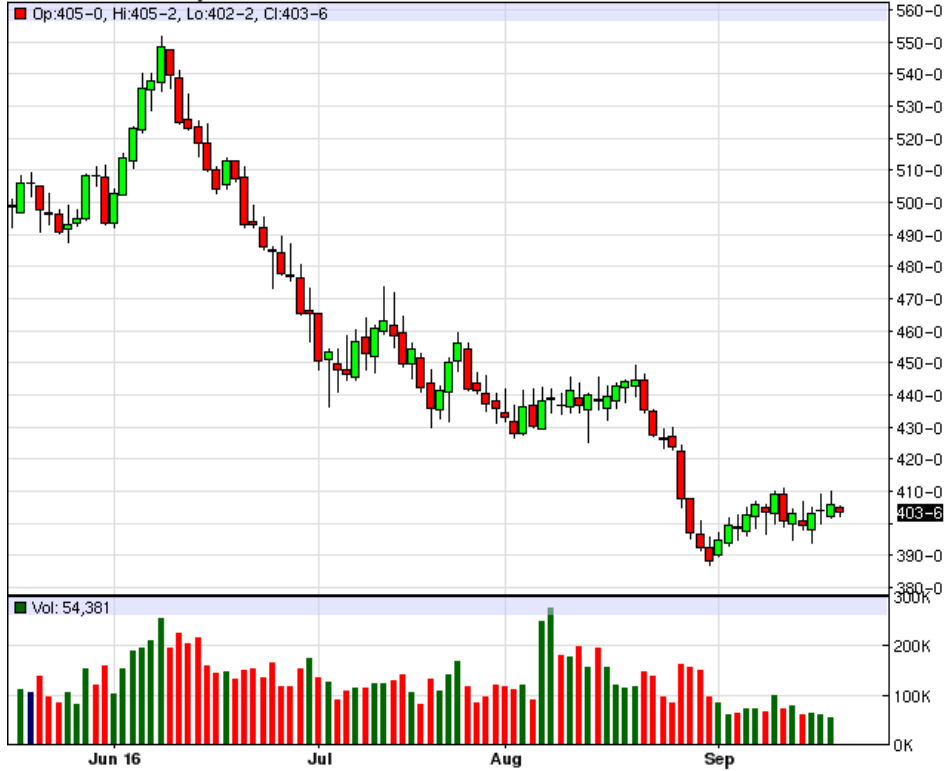
MWZ16 - Spring Wheat - Daily Candlestick Chart



KEZ16 - Hard Red Wheat - Daily Candlestick Chart



ZWZ16 - Wheat - Daily Candlestick Chart



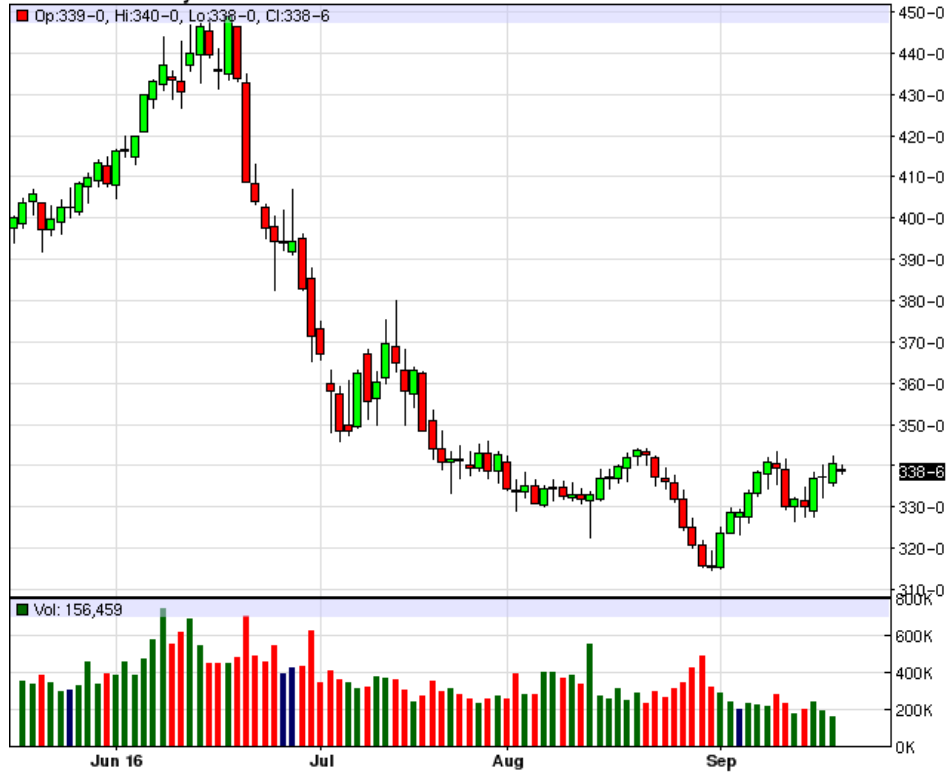
ZRX16 - Rough Rice - Daily Candlestick Chart



ZOZ16 - Oats - Daily Candlestick Chart



ZCZ16 - Corn - Daily Candlestick Chart



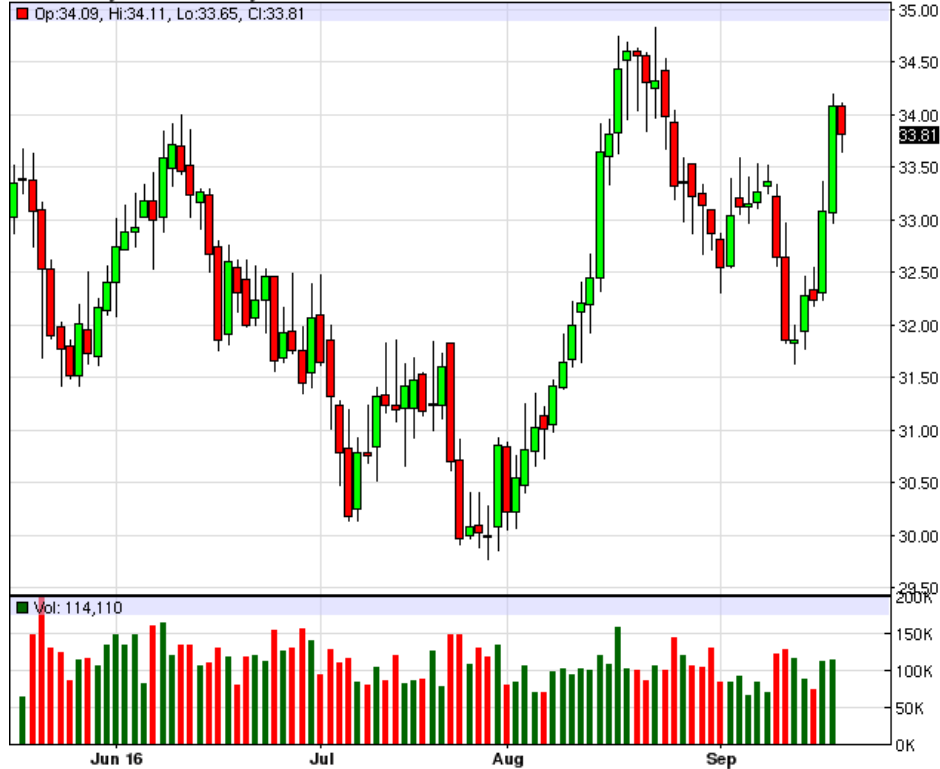
ZSX16 - Soybeans - Daily Candlestick Chart



ZMZ16 - Soybean Meal - Daily Candlestick Chart



ZLZ16 - Soybean Oil - 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.