



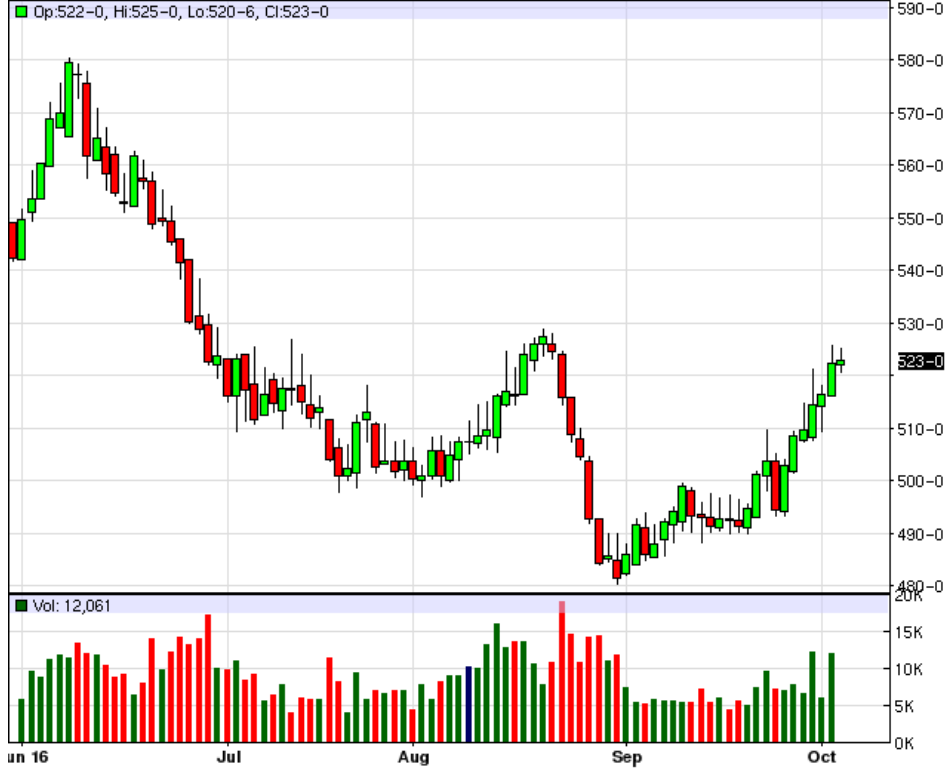
RICK ALEXANDER, MARKET STRATEGIST  
ZANER GROUP

10/5/2016

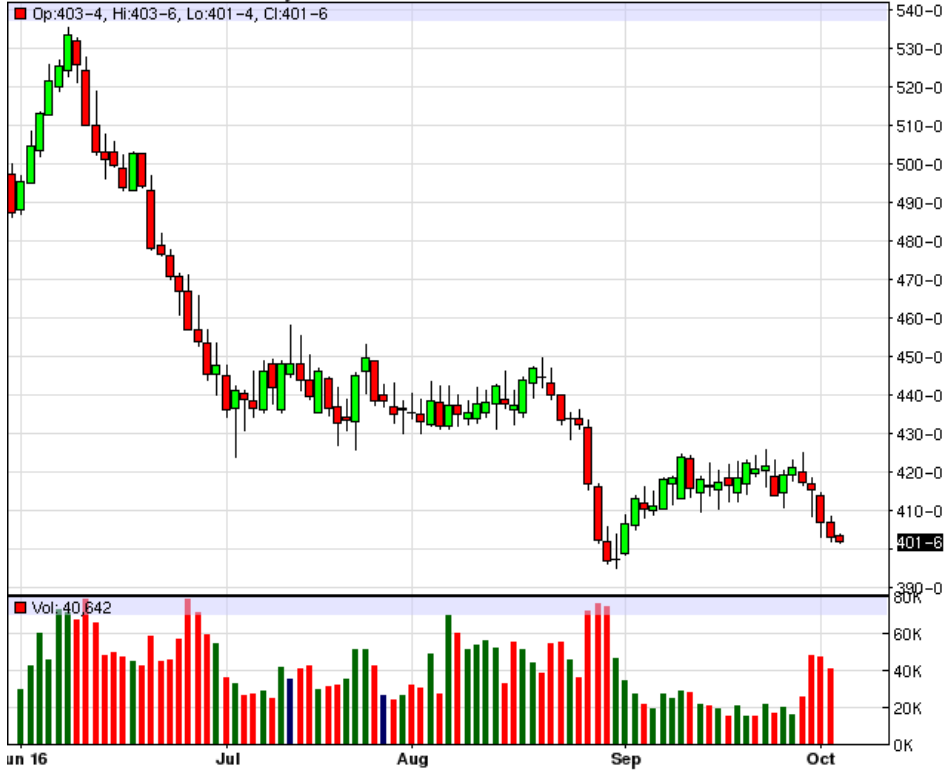
## RECORD SOYBEAN YIELD ESTIMATES. LOWER CORN ESTIMATES

Higher closes for Minneapolis wheat, corn and rough rice while lower for soybeans, soybean meal, soybean oil, oats, Kansas City and Chicago wheat. LET'S SUMMARIZE SINCE MY LAST WEDNESDAY'S REPORT. ONLY SOYBEANS AND MEAL MADE NEW CONTRACT LOWS. SOYBEAN ARE AT RECORD HIGH ESTIMATES WHILE CORN ESTIMATES HAVE FALLEN. Minneapolis has been retracing higher since contract lows on Aug. 31st now higher six sessions in a row while KC has fallen four consecutive sessions as the Minneapolis/KC spreads continue to widen leaving KC over Minneapolis prices in the rearview mirror. A close over 530 for Minneapolis could loom significant with little resistance nearby. KC has good resistance from 410 to 425 and 430 to 450 in the way of any possible sustained rally at this time. Chicago, like KC, continues to look pretty bearish as the latter takes the brunt of corn and bean spreading overall. TO REPEAT: 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. HOWEVER, CORN HAS BEEN SHOWING POSSIBLE BOTTOMING TYPE ACTION WHILE MOST OF THE GRAINS HAVE BEEN MOVING SIDEWAYS AND/OR FALLING AT A SLOWER PACE which is normal at this time of year because of harvesting when cash prices normally are at their lows. Oats had their best high and close since August on Monday now at some resistance (180) while rough rice has settled higher four straight sessions needing to first close over 1060 and then 1100 to sustain its retracement rally started at the beginning of September. Corn has been trying to bottom since the beginning of August still needing to settle over 350 in my opinion which is now within 'shouting distance.' Beans continue to hold reversal type action on Sept. 27th but not by much so far and still have been trending lower since the middle of June. I need to see the beans to close over 1020. The same goes for meal on Sept. 27th but looks worse technically as seen below. I really want to see a close over 340 which feels farther away than it actually is. Oil continues to hold its gains, overall, from July was possible forming a LARGE BULL TRIANGLE but I'm not holding my breath just yet. 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



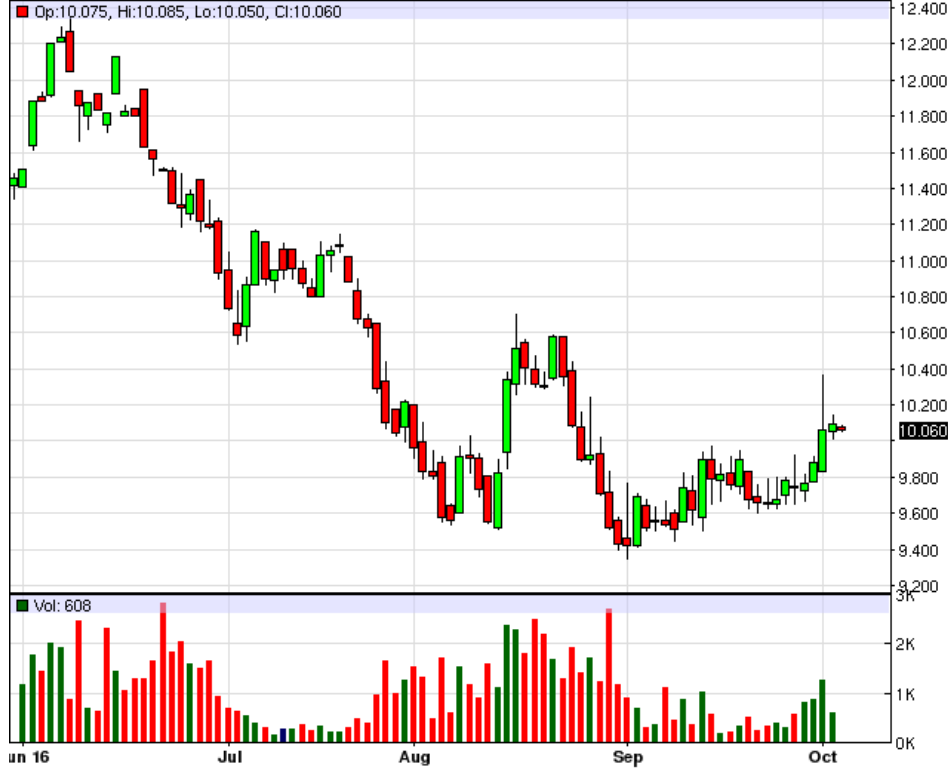
ZWZ16 - Wheat - Daily Candlestick Chart



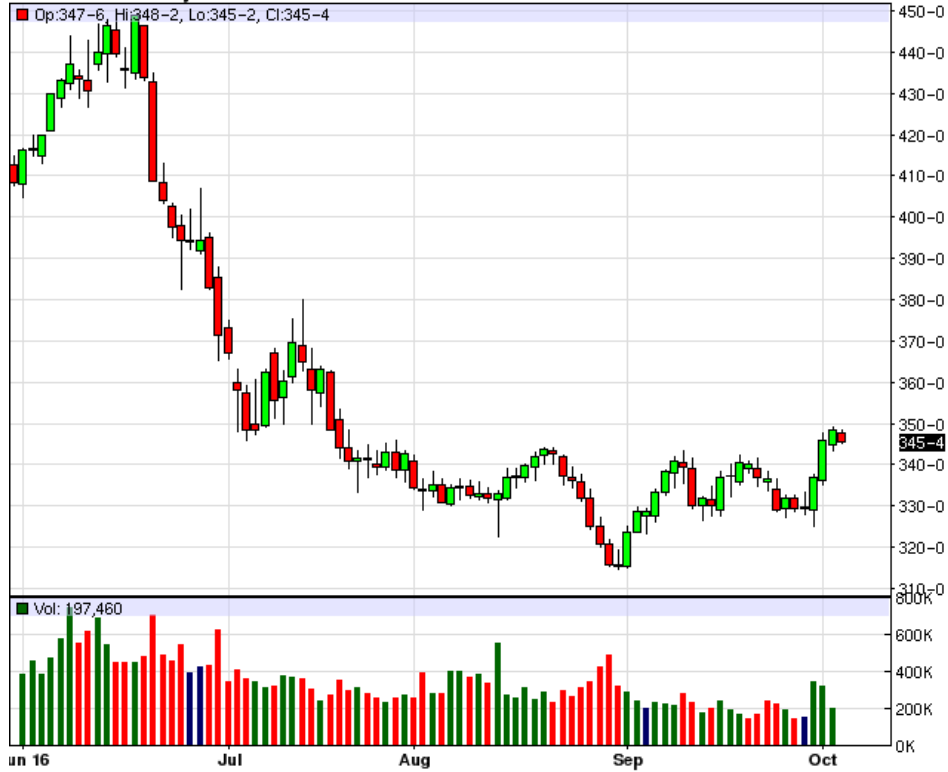
ZOZ16 - Oats - Daily Candlestick Chart



ZRX16 - Rough Rice - Daily Candlestick Chart



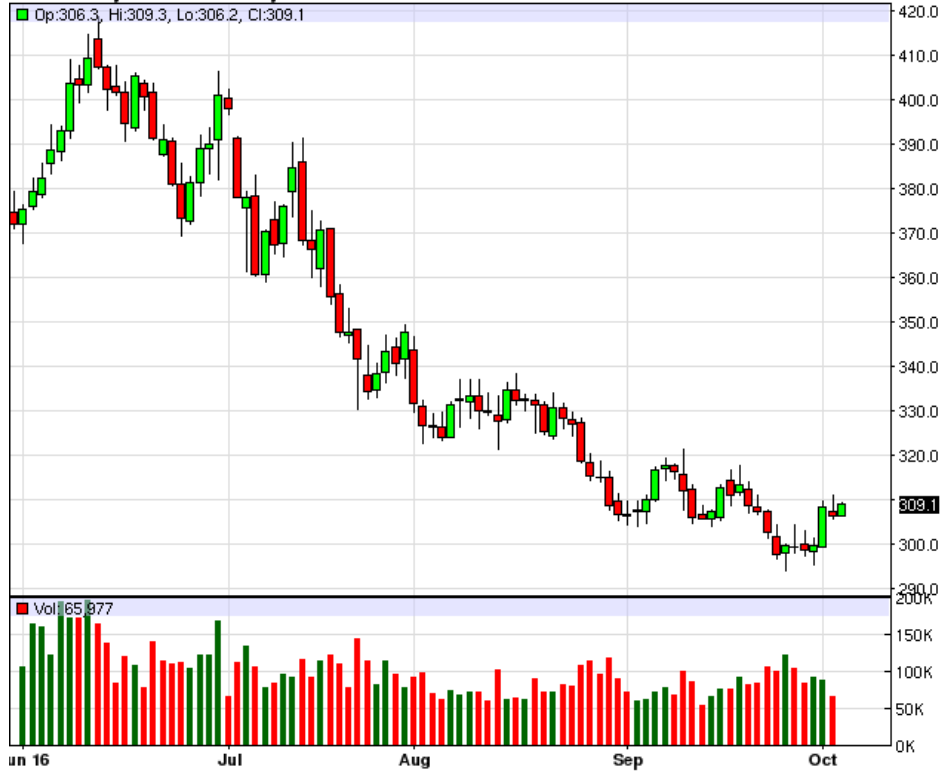
ZCZ16 - Corn - Daily Candlestick Chart



ZSX16 - Soybeans - Daily Candlestick Chart



ZMZ16 - Soybean Meal - Daily Candlestick Chart





To read more economic research reports like this one or subscribe to the mailing list, visit [www.zaner.com](http://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](mailto:info@zaner.com)

Copyright © 2010 Zaner Group LLC. All Rights Reserved.