



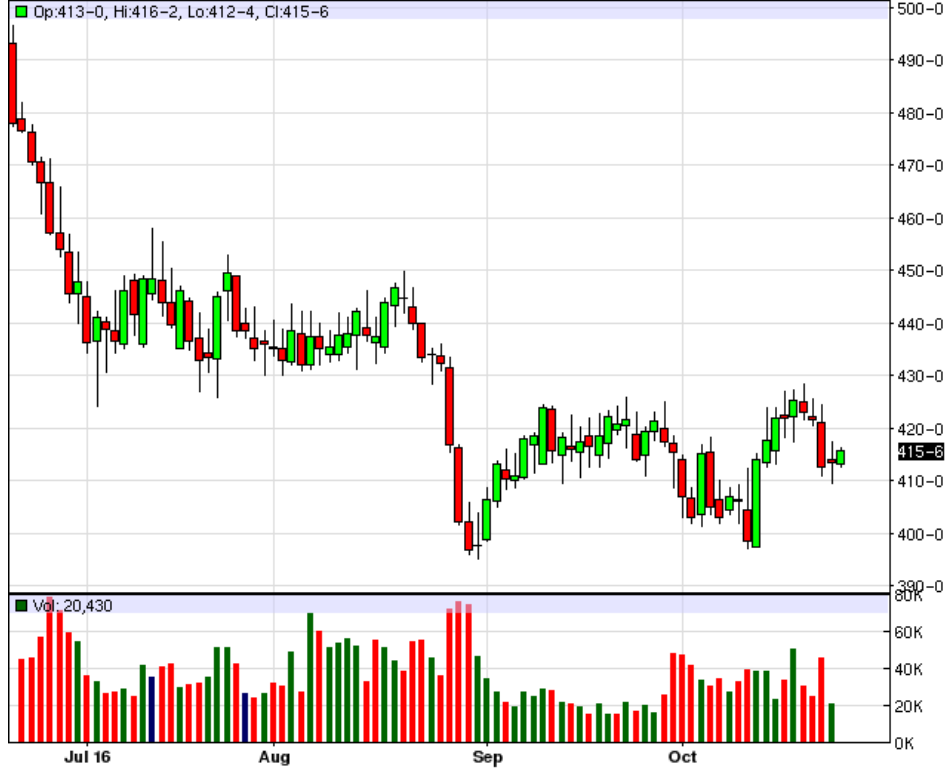
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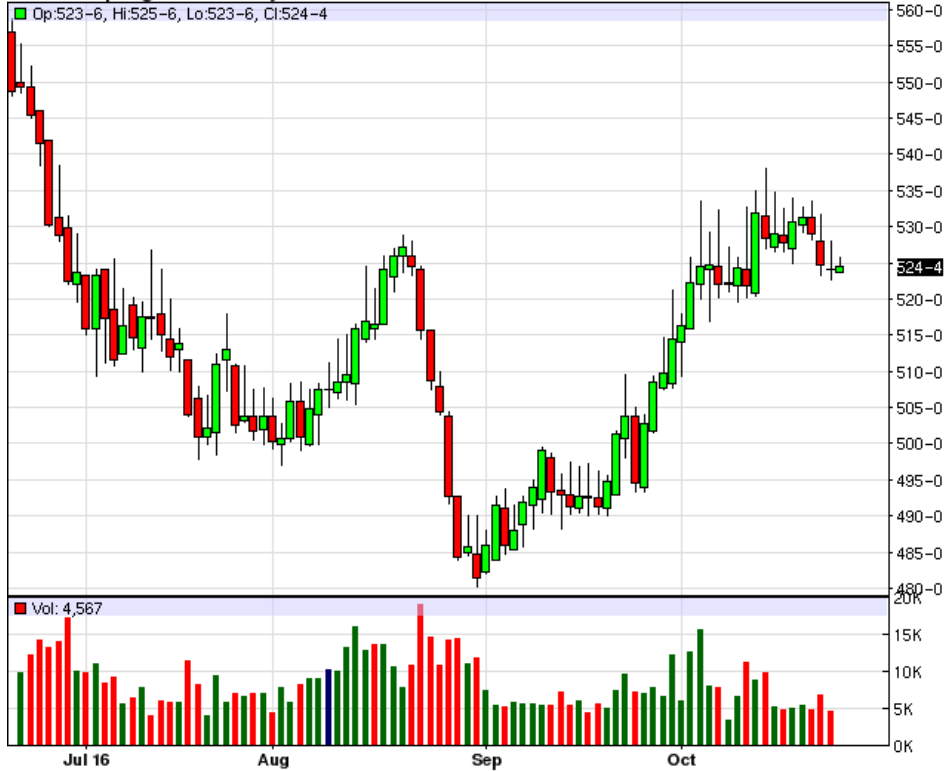
WHEAT COMPLEX BASICALLY SIDWAYS AT THIS TIME. POOR INSPECTIONS FOR WHEAT

Higher closes for Chicago wheat, corn and soybean meal, unchanged for soybeans while lower for rough rice while lower for soybean oil, Kansas City and Chicago wheat. I've missed some time due to health issues which is why I didn't have any comments for last Wednesday. I see wheat had poor export inspections on Monday and all three seem to be in sideways trading patterns at this time. Obviously, before I begin, these are difficult times to place hedges but I do see a pattern where Minneapolis is consolidating after a nice rally started at the beginning of September while KC and Chicago are showing signs of basing meaning we may be near the their bottoms. Minneapolis has been trending sideways for three to four week (520-535) while KC (430-450) and Chicago (390-430) since the beginning of Sept. Speculators can use the ranges to trade against otherwise I personally would watch for better looking markets at this time. Oats have been in a sharp uptrend since Sept. 30th but did have REVERSAL TYPE ACTION a week ago today as seen below. Rough rice also has had a nice retracement rally since the beginning of Sept. culminating in REVERSAL TYPE ACTION since last Wednesday. There's good resistance above 1030 while now in a support area. Like most of the grain complex, its overall trend remains down on Corn remains in a nice looking bottoming formation acting like it's basing for a mover higher to probably the four dollar area. Good support remains from 350 won to 330. Beans have been in a large range (940-1020) since last July but also look like they're basing. Right now a close over 1020 would probably give me a buy signal. On the other hand meal looks the worst of the grain complex but is trying to also base with the help of the beans and oil. I need to see closes over 320 and 340 to be more comfortable. Finally, oil remains the strongest of the grain complex remaining in an uptrend since Sept. 2015 its latest rally started at the end of July. If it wasn't for the oil where would the beans be? I used to say that for the meal! We just saw the oil make its best high since Aug. 2014! THE BOTTOM LINE IS THAT THE GRAINS ARE EXTREMELY DIFFICULT TO TRADE AT THIS TIME BUT STILL ARE SHOWING, OVERALL, SIGNS, OF BASING. MEANWHILE, I PREFER TO TRADE THE EXTREMES OF THE RANGES AT THIS TIME. BUY SIGNALS FOR CORN AND SOYBEAN OIL. SELL SIGNALS FOR MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT ALONG WITH OATS. ROUGH RICE, SOYBEANS AND SOYBEAN MEAL. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 -day trial to markethead.com.

KEZ16 - Hard Red Wheat - Daily Candlestick Chart



MWZ16 - Spring Wheat - Daily Candlestick Chart



ZWZ16 - Wheat - Daily Candlestick Chart



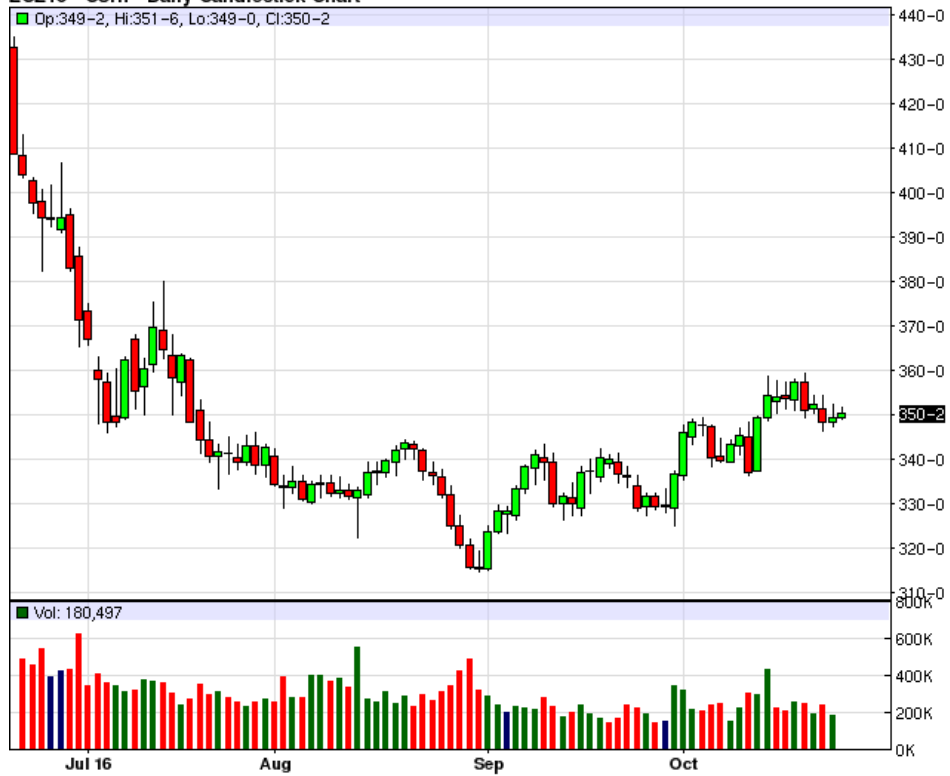
ZOZ16 - Oats - Daily Candlestick Chart



ZRF17 - Rough Rice - Daily Candlestick Chart



ZCZ16 - Corn - Daily Candlestick Chart



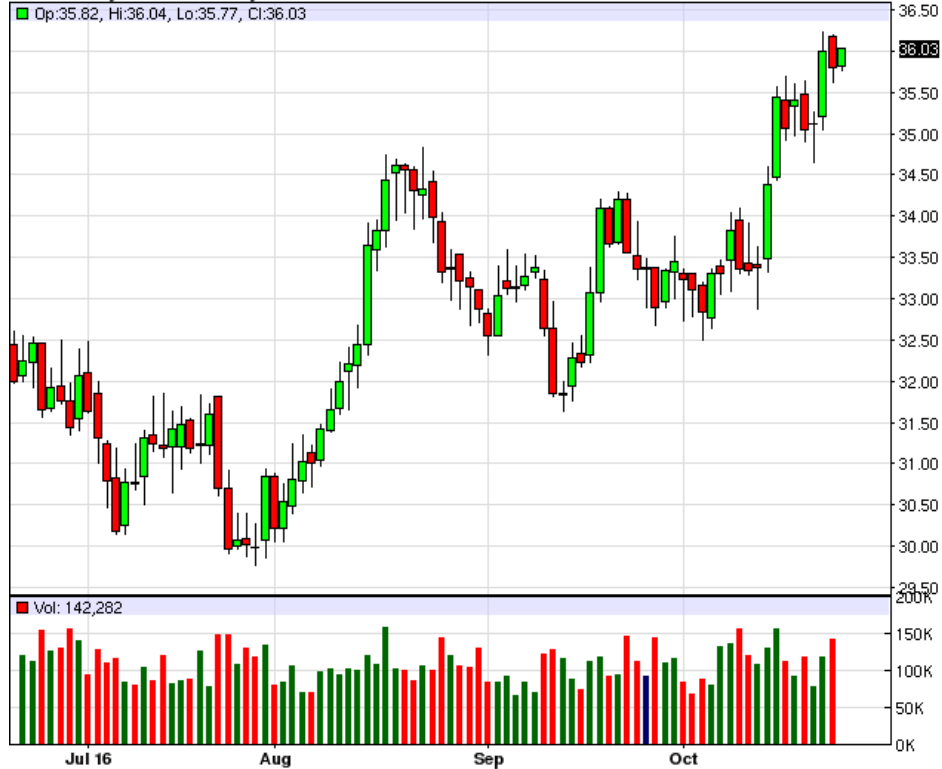
ZSF17 - Soybeans - Daily Candlestick Chart



ZMZ16 - Soybean Meal - Daily Candlestick Chart



ZLZ16 - Soybean Oil - Daily Candlestick Chart



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