



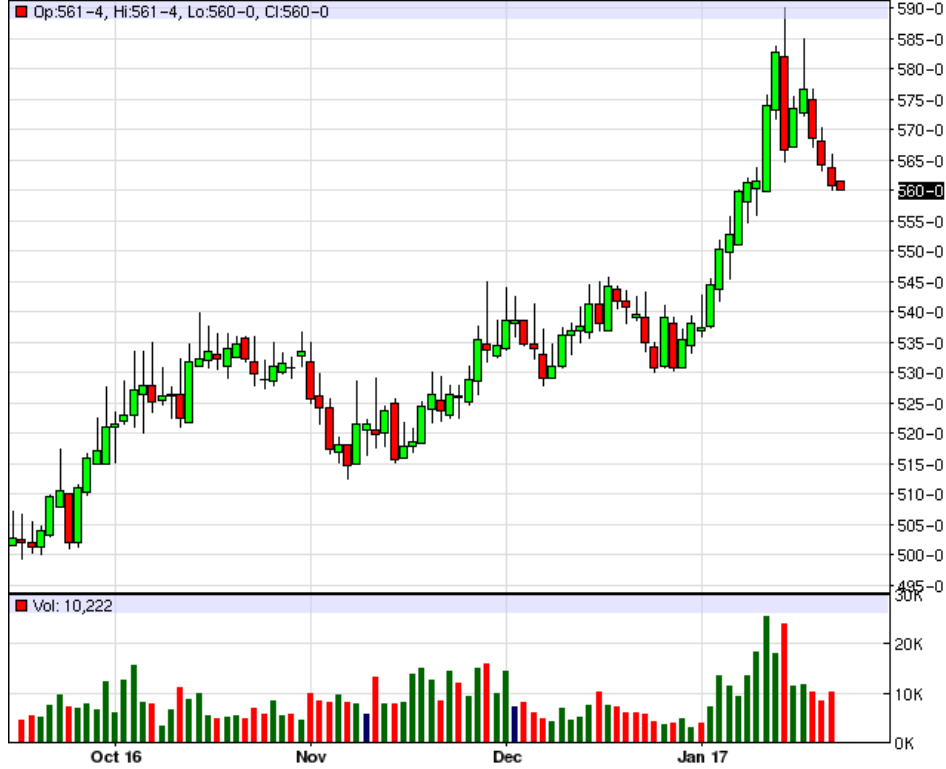
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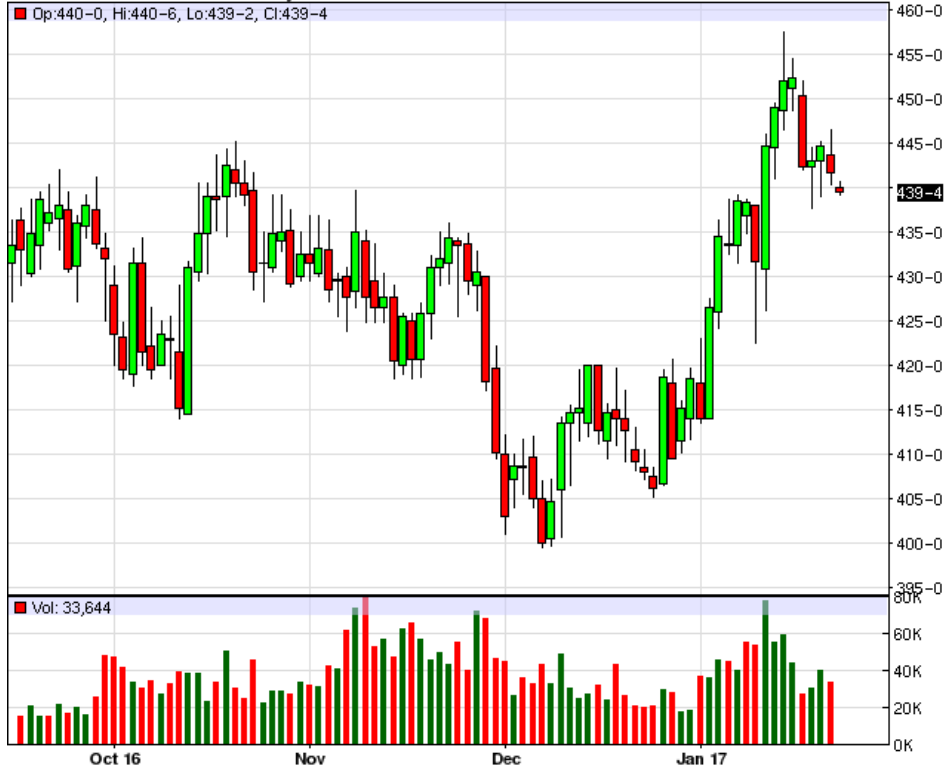
THE BEAN COMPLEX HAS BEEN RETRACING SINCE LAST WEDNESDAY'S REPORT

Higher closes for rough rice, and soybean oil while lower for corn, Minneapolis, Kansas City and Chicago wheat along with soybeans and soybean meal. China import restrictions with ethanol and some grain technical resistance areas stalling grains have led some to believe a correction is in store. Who knows but it can't be denied the grain complex as a whole CONTINUES TO HOLD UP IN THE FACE OF A POTENTIALLY LARGE GRAIN CROP IN SOUTH AMERICA ALONG WITH LARGE GRAIN STOCKS IN THE UNITED STATES. Continue to liquidate, which you should have already done so last week, Minneapolis/KC or Chicago spreads and stand aside until further notice. The reversal type action for Minneapolis on the 17th of January has led to a correction since last Wednesday's report. Minneapolis has its nearest support around 545. KC has also been correcting but at a slower pace and now is at the beginning of a strong looking support area. While its nearest resistance remains near 500, while Chicago has been recently holding up the best of the wheat complex. Now it's at the upper end of a good looking support area. These are all good reasons why it's not time to get back in to the Minn./KC, Chicago spreads. Oats (1/23) just had reversal type action but continues to look very bullish although little support is seen nearby. Rice continues to look bearish but the optimistic might say a possible bottom is forming. Corn just had reversal type action while still looking bullish after breaking out. Now I see a grain that has held up well in the face of adversity with major support just underneath. A close over 370 should do it but although that price has been tested three times in the last week, it hasn't happened yet. Four dollar corn is as far as I would expect this grain to go but that formation below looks potentially pretty good for a possible strong rally in spite of the fundamentals not agreeing. Continue to figure trading off the 340 to 370 range until a breakout occurs in either direction. Beans have fallen five days in a row but still look strong while now in a good support area. Meal has also been retracing and little support down to the 300 area makes this grain pretty tricky to take a position in. Finally, oil has also been retracing lower but really hasn't gone anywhere overall for a while. It could be forming a top or poised to go back up and test its recent highs. I would only take a chance on the long side at this level if you find the urge to trade this commodity. BUY SIGNALS FOR OATS, MINNEAPOLIS, KANSAS CITY AND CHICAGO WHEAT, SOYBEANS, SOYBEAN MEAL AND SOYBEAN OIL. SELL SIGNAL FOR ROUGH RICE. For additional charts, quotes, news, commentary & more, sign up for a FREE 30 -day trial to markethead.com.

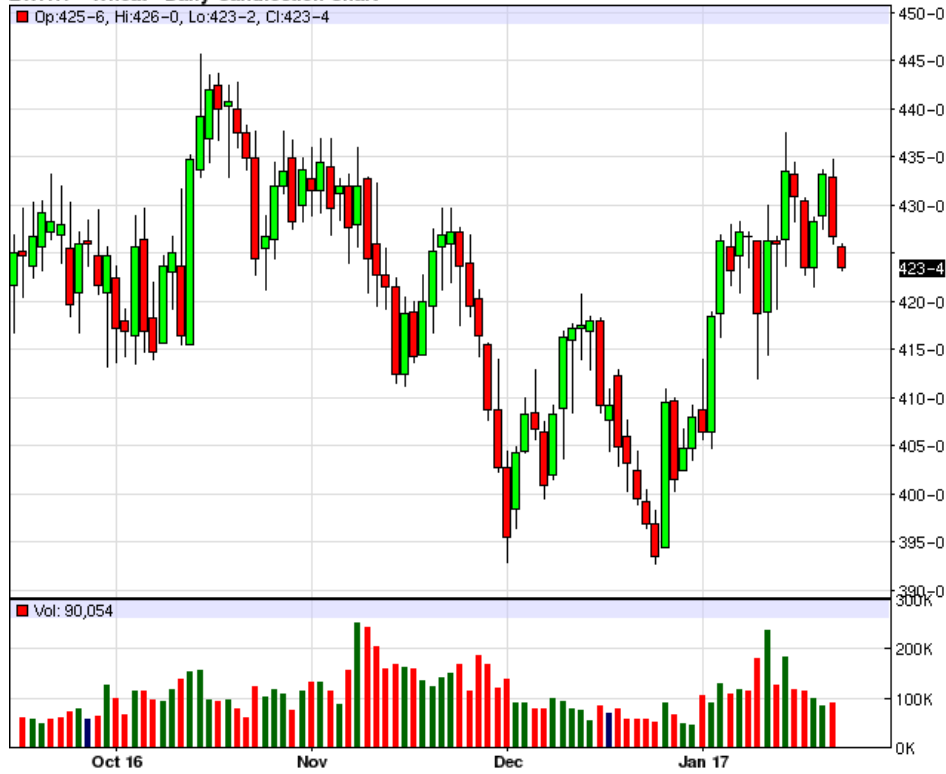
MWH17 - Spring Wheat - Daily Candlestick Chart



KEH17 - Hard Red Wheat - Daily Candlestick Chart



ZWH17 - Wheat - Daily Candlestick Chart



ZOH17 - Oats - Daily Candlestick Chart



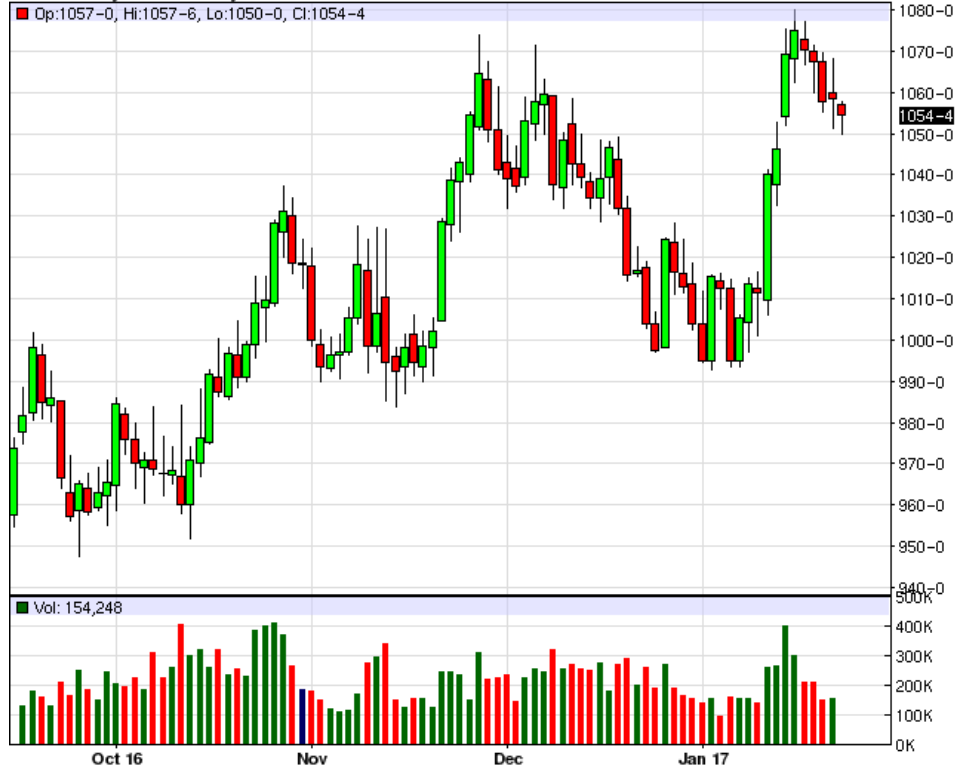
ZRH17 - Rough Rice - Daily Candlestick Chart



ZCH17 - Corn - Daily Candlestick Chart



ZSH17 - Soybeans - Daily Candlestick Chart



ZMH17 - Soybean Meal - Daily Candlestick Chart



ZLH17 - Soybean Oil - Daily Candlestick Chart



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