

FRONTIER FUTURES, INC.

460N Grain Exchange Building, 301 S 4th Ave, Minneapolis, MN 55415

612-672-9868

www.ffutures.com

Wednesday December 16th, 2009

| OVERNIGHTS | MGE (H) | KC (H) | WHEAT (H) | CORN (H) | SOYBEANS (F) |
|---------------|---------------|--------------|---------------|--------------|--------------|
| HIGH | 539 ¼ | 528 ¼ | 539 ¼ | 410 | 1062 ¼ |
| LOW | 536 ¼ | 524 | 533 ½ | 404 ¼ | 1052 ¼ |
| LAST | 539 ¼ | 528 ¼ | 538 | 409 ½ | 1059 ¾ |
| NET (VOLUME) | + 2 (125) | + 1 ¾ (409) | + 1 ¼ (2449) | + 2 (8959) | + 4 ¾ (4687) |
| | | | | | |
| TECHNICALS | MWH0 | KWH0 | WH0 | CH0 | SF0 |
| RESISTANCE | 578 | 562 | 573 | 425 | 1105 |
| RESISTANCE | 554 ½ - 556 ¼ | 534-539 ¼ | 548-550 | 413 | 1064-1078 |
| SETTLE | 537 ¼ | 526 ½ | 536 ¾ | 407 ½ | 1055 |
| SUPPORT | 525 ¾ | 522 ½ | 528 – 532 ½ | 379-383 ½ | 1019-1021 ½ |
| SUPPORT | 493 | 510 ½ | 507 ½ - 514 ¾ | 371 | 987-999 |
| 100 DAY MA | 554 ½ | 534 | 528 | 371 | 987 |

GENERAL

- **Macros as of 7:15 AM CST:** The dollar index is down .20, gold is up 8.00, crude is up .50, the S&P is slightly higher, the Dow is up 25, and bonds are unch. On the charts, the Dollar index is chopping around on the old Oct highs, gold is seems to have bounced off recent support levels and it remains to be seen whether this is a bull trap or the resumption of the climb, crude has bounced off the 70.00 mark and looks similar to gold on the charts, the US stock futures indexes are still hanging around at contract highs, and bonds are still hanging around at the low end of the 4 month trading range between 117 and 123.
- Overnight ags: Lower early, higher late. But not by much either way. Holiday market volumes to boot.
- Softs markets are on fire. Too many to put the charts in here, but check the dailies if you have the time as the charts are very impressive looking. Cotton is on contract highs, orange juice made a huge contract high yesterday, sugar is nearing contract highs, coffee made new contract highs yesterday, and cocoa is nearing contract highs.
- Fed policy meeting is today. This could be the one that finally starts to allow higher interest rates. We'll see.

WHEAT: Opening call 1-2 higher

- Turkey is in Dec 17 to sell 200,000 MT of mixed wheat. Bangladesh is in Dec 30 with validity until Jan 20 for 60,000 MT of opt-origin wheat. Bangladesh is in Jan 3 with validity until Jan 24 for 60,000 MT of opt-origin wheat. Bangladesh is in Jan 18 with validity until Feb 8 for 100,000 MT of opt-origin wheat.
- Japan is in Dec 16 for 126,000 MT of wheat on their regular weekly tender. This week they are looking for 28,000 US western white, 25,000 US HRW, 33,000 US DNS, and 40,000 Aussie standard white.
- Egypt tendered overnight for Feb 16-28.
- Interesting difference between the three wheat markets: Chicago wheat is being supported above the 100 day moving average while KC and Minney wheat are finding resistance at their 100 day. Probably makes sense with the expectation that in early Jan funds are going to buy the snot out of Chicago wheat on rebalancing plays.

CORN: Opening call 1-2 higher

- TaiSugar is in Dec 17 for 23,000 MT of US corn for Jan 11-Feb 9 shipment.

