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PHASE ONE OF THE TRADE DEAL WITH CHINA IS DONE. BRAZIL WEATHER GOOD. ARGENTINA DRY IN SOME AREAS

Higher closes for Minneapolis, Kansas City and Chicago wheat along with rough rice, corn, soybeans, soybean meal and soybean oil while lower for the lonely oats. WITH PHASE ONE OF THE CHINA - USA AGREEMENT DONE NOW IT BECOMES A TUG OF WAR BETWEEN FUTURE EXPORTS AND THE BEARISH FUNDAMENTALS OF THE GRAIN COMPLEX. PAY CLOSE ATTENTION TO THE TECHNICALS FOR DIRECTION. Dryness in Australia and Argentina could lower their wheat crop outlook. Acreage estimates in US are higher but the bushels lower than last year. Minneapolis on Tuesday had its best high in a month and on Wednesday its best close in a month from the China agreement. That includes no new increase in tariffs that were due to come up. KC exploded higher off the China news making its best high and close since July 31st. Its nearest support is around 450 and looks higher still needing to close over 540 long term. Chicago made its best high and close since late June and would look very bullish if it can close over 575. Oats continue to look strong overall but need to hold 285 and 270 but a possible top could still be forming in my opinion. Rough rice made a new CONTRACT HIGH AND CLOSE with its nearest support around 1265. Corn closed up around 20 cents since my last report but doesn't act like it will take off due to the China agreement with bearish fundamentals in the way. Still the China factor remains a potential factor and corn did break out of its trading range mentioned in my last report. Soybeans have rallied near 60 cents higher since December 2nd culminating in its best high and close since Nov. 8th but now near resistance (940). I would only go long on setbacks at and below 900. Meal seems to be forming a possible W formation looking to move higher but has good resistance just overhead in the way. Oil continues up on a 45 degree angle making its highest high and close since May 2018 with its closest support around 3240. BUY SIGNALS FOR KANSAS CITY, CHICAGO WHEAT, OATS. ROUGH RICE AND SOYBEAN OIL. For additional charts, quotes, news, commentary & more, sign up for markethead.

MWH20 - Spring Wheat - Daily Candlestick Chart



KEH20 - Hard Red Wheat - Daily Candlestick Chart



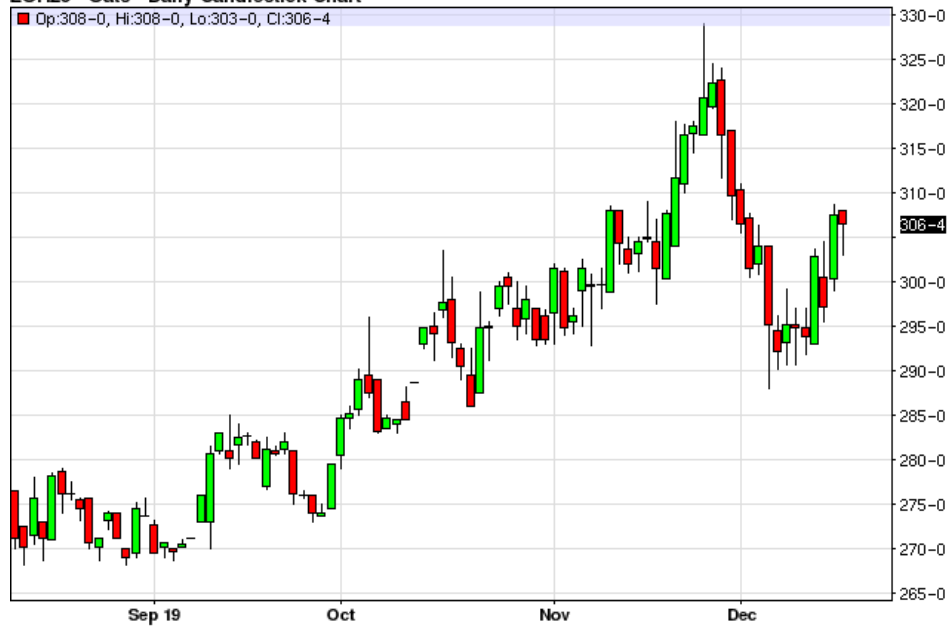
ZWH20 - Wheat - Daily Candlestick Chart



ZRH20 - Rough Rice - Daily Candlestick Chart



ZOH20 - Oats - Daily Candlestick Chart



ZCH20 - Corn - Daily Candlestick Chart



ZSH20 - Soybean - Daily Candlestick Chart



ZMH20 - Soybean Meal - Daily Candlestick Chart**ZLH20 - Soybean Oil - Daily Candlestick Chart**

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