

### **Money Matters! – Follow up**

Real vs Dollar – Testing the lower range and 200 day SMA again. Creates a disadvantage for US exports.



### **General**

#### **USDA report – June 30<sup>th</sup> Planted Acreage**

**Keyword's this week** – Crop conditions, wheat blends, wheat protein, wheat quality, wheat harvest, and continued dryness.

“Bloody Monday” was followed by “Turnaround Tuesday” in the green. Weekend weather reports chased some bulls out of the market on Monday. Tuesday was a reversal as crop ratings and the reality that not all crops will be saved by potential rain, and weather man sometimes get things wrong, set in. This current one week rally, and now pause, was brought on by weather and various concerns about wheat. Still need to sort out the wheat deal. So a wheat then corn rally that saw beans follow.

### **Futures Comments and Targets**

**July 17 Soybean Daily Chart** – Nice rally from the lows that stopped short of breaking 3 month downtrend resistance. Past two sessions have let the air out of the balloon. Perhaps firming support \$9.30. Need to watch bean market...it doesn't seem to want to “bull up” like corn.



**Nov 17 Soybean Daily Chart** – Also failed to break 3 month downtrend resistance. Soybean rally was following corn...from a distance. Showing it may be topy as well. Today's mostly positive action fell apart late in the day.



**July 17 Corn Daily Chart** – Okay recovery after “Bloody Monday” but still could not recover the ground lost. Firming \$3.77 support? We established a new downtrend resistance line...it is all a step in the right direction. We will continue to whipsaw with the weather.



**Dec 17 Corn Daily Chart** – Most positive chart I have for you today! **Establish new 4 month UP TREND LINE resistance(2<sup>nd</sup> from the top red line).** 10 month uptrend support is the top red line. Weather market will continue to test!!



**July 17 Wheat Daily Chart** – Good Day. Slim close ABOVE DOWNTREND resistance!!!



**July 18 Wheat Daily Chart** – Also testing downtrend resistance!





### Chart Legend

#### Simple moving averages (SMA)

SMA 5 day – light yellow, SMA 25 day - Pink, SMA 60 day – Gold, SMA 90 day – Lime Green, SMA 200 day – light blue.

**Upper and Lower Bollinger Bands** – Solid white

**Trend lines** – Dark blue and red

**Support and Resistance** – Black

	Futures Price Targets			Support		API
July 17 Wheat	\$ 4.68	\$ 4.88	\$ 4.94	\$ 4.43	\$ 4.30	\$ 0.21
July 18 Wheat	\$ 5.35	\$ 5.41	\$ 5.62	\$ 5.20	\$ 5.00	\$ 0.20
July 17 Corn	\$ 3.86	\$ 3.89	\$ 3.93	\$ 3.77	\$ 3.62	\$ 0.12
Dec 17 Corn	\$ 4.06	\$ 4.12	\$ 4.20	\$ 3.95	\$ 3.84	\$ 0.12
July 17 Beans	\$ 9.42	\$ 9.56	\$ 9.82	\$ 9.30	\$ 9.12	\$ 0.28
Nov 17 Beans	\$ 9.43	\$ 9.49	\$ 9.56	\$ 9.17	\$ 9.08	\$ 0.22

**Futures Price Targets** are technical points of resistance that a particular futures contract has created as it has traded. Typically these are previous highs or lows. They can also be points created by tracking various daily moving averages (30,60,90 day averages), simple trend lines, and numerous other methods for establishing trends.

**Support** is a technical point of resistance for a declining market. They are determined the same way as the Futures Price Targets, but serve as a potential floor to market movement.

**AgMark Pricing Index (API)** is a measure of volatility that can be used to establish an upper and lower trading range. The larger the number, the wider the range. API is an average of weekly trading ranges. It can be used to gauge how long it may potentially take to reach a price target. For example, if an API is \$0.10, there is a higher chance of that futures contract to trade \$0.10 higher or lower in that week. So, if you are waiting on a \$0.20 move up (or down) it is more likely it would take 2 weeks in an upward (or downward) trending market than 1 week.