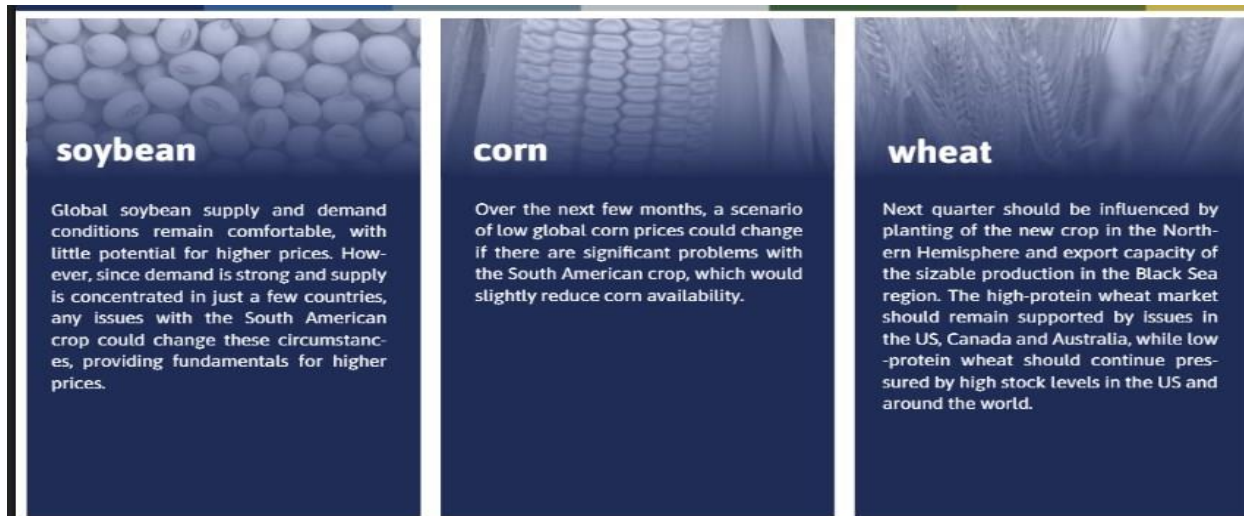


General

USDA report – Oct. 12th

Keyword's this week – Yield reports, Harvest delays, Yields better than expected (corn and soy), wheat drilling delayed, USDA report.

From FC Stone's Q4 Commodities Outlook.



US Dollar Weekly Chart – Continuing to track higher for second week. Some firmness from anticipation of Fed Chairman Janet Yellen's unannounced replacement being more "hawkish".



2018 WEEKLY Corn/Soybean ratio – First look here and ratio closed today at 2.5 to 1. Chart starts Jan 2016 You can see that other than May, June, July, Aug of 2017(dip) the market has been trending to plant beans, especially in the last month.



Futures Comments and Targets

Nov 17 Soybean Daily Chart – \$9.88 ish seems to still be the line in the sand. This market is driving a wedge ahead of USDA report. Long down resistance set in July 17 and less long uptrend support set in Aug 17 have both been respected. RUNNING OUT OF DANCE FLOOR and multiple indicators are beginning to collide with lighter trade volume this session. Fundamentals seem a bit bearish right now and this is a market to watch closely.....



Nov 18 Soybean Daily Chart – Again similar story here but this market seems to have a bit more strength as covered in 2018 soybean corn ratio.



Dec 17 Corn Daily Chart – Chopping sideways, but it feels better doing it with green on the board. Sideways markets favor selling and buying calls to stop storage and minimize risk to the downside. A March at the money call ranges 10 to 15 cents, keeps you in the market till Feb 23rd with a price floor established and puts cash in your pocket. 5 months storage is 22 cents with no floor and interest on notes to pay if you have them.



Dec 18 Corn Daily Chart –Same story... but we have time look for pricing opportunities.



Dec 17 Wheat Daily Chart – Continuing the slow fall out of bed...



July 18 Wheat Daily Chart – Similar story here...Market continues to discourage wheat production for most regions in 2018.



Chart Legend

Simple moving averages (SMA)

SMA 5 day – light yellow, SMA 25 day - Purple, SMA 200 day – blue.

Upper and Lower Bollinger Bands – Dashed white

Trend lines – Red

Support and Resistance – Red

	Futures Price Targets			Support	
Dec 17 Wheat	\$ 4.60	\$ 4.87	\$ 5.08	\$ 4.34	\$ 4.21
July 18 Wheat	\$ 5.07	\$ 5.19	\$ 5.40	\$ 4.81	\$ 4.75
Dec 17 Corn	\$ 3.55	\$ 3.61	\$ 3.76	\$ 3.45	\$ 3.31
Dec 18 Corn	\$ 4.00	\$ 4.03	\$ 4.10	\$ 3.91	\$ 3.86
Nov 17 Beans	\$ 9.76	\$ 9.85	\$ 10.13	\$ 9.55	\$ 9.32
Nov 18 Beans	\$ 10.00	\$ 10.09	\$ 10.20	\$ 9.81	\$ 9.73

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.