General

USDA report – Mar 8th

Feb 8th report will continue to define the wheat trade. Wheat has rallied 70 cents since the low in Dec and has produced a gap just below $4.55 futures. I don't like gaps…and a failed attempt filling it. It appears we have a few hold outs at this level. Corn has been a winner of late with its rally trading up north of 20 cents. While I am impressed, I am cautious at this level with the bean/corn ratio sitting near the 2.5 level. Beans on the other hand have gone both directions.

USDA Report 02/08/18

		Feb 8 Report	Prior	Change	Estimates Low	Estimates Avg.	Estimates High
All Wheat (billion bushels)	17/18 End Stocks	1.009	0.989	0.020	0.974	0.990	1.014
Corn (billion bushels)	17/18 End Stocks	2.352	2.477	-0.125	2.425	2.468	2.55
Soybeans (million bushels)	17/18 End Stocks	530	470.00	60.00	460.00	486.000	535.00
World Ending Stocks							
2017/2018	All Wheat	266.10	268.02	-1.92	265.00	267.80	269.71
	Corn	203.09	206.57	-3.48	198.90	204.66	208.00
	Beans	98.14	98.57	-0.43	97.00	98.61	100.50

SYMBOL KC Wheat

Symbol	Last	Change
KEH18	472-2	-8-6
KEK18	487-2	-8-4
KEN18	503-0	-8-4
KEU18	519-4	-7-2
KEZ18	538-0	-7-6
KEH19	549-2	-8-6
KEK19	559-6	+11-0
KEN19	548-6	-6-0
KEU19	561-2	+8-2
KEZ19	574-6	+3-2

SYMBOL Corn

Symbol	Last	Change
ZCH18	366-2	+1-0
ZCK18	374-0	+1-2
ZCN18	381-4	+1-2
ZCU18	388-0	+1-0
ZCZ18	395-6	+1-0
ZCH19	403-0	+0-6
ZCK19	407-6	+0-6
ZCN19	411-0	-0-4
ZCU19	408-0	+0-2
ZCZ19	410-2	+0-2

SYMBOL Soybeans

Symbol	Last	Change
ZSH18	986-2	+3-2
ZSK18	997-4	+3-2
ZSN18	1006-6	+2-6
ZSQ18	1005-6	unch
ZSU18	998-2	-2-6
ZSX18	1002-2	+1-6
ZSF19	1006-0	unch
ZSH19	1008-0	+1-0
ZSK19	1010-2	+0-2
ZSN19	1016-4	+1-2

<u>Money Matters…update.</u>

<u>USD/Real ratio</u> – The strength in the dollar can be seen here.

<u>US Dollar Daily Chart</u> – After a fall…the dollar regains its footing…we will see how this plays out

<u>Futures Comments and Targets</u>

Mar 18 Soybean Daily Chart – Spiraling into neutral.

Nov 18 Soybean Daily Chart – Similar story here.

Mar 18 Corn Daily Chart – Corn rocket

Dec 18 Corn Daily Chart –

Mar 18 Wheat Daily Chart – Wheat Rocket

July 18 Wheat Daily Chart –

<u>**Chart Legend**</u>

Simple moving averages (SMA)

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

Upper and Lower Bollinger Bands – Solid white = 1 standard deviation (SD)A, Dashed white = 2 SD

Trend lines – Red

Support and Resistance – Red