



26th February 2013

the technical analyst

AWARDS 2012

FINALIST BEST COMMODITY, ENERGY & POWER
RESEARCH & STRATEGY

Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed



GemCom Markets

Mark Sturdy

Disclaimer

Authorised and regulated
by the FSA



Summary

Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

Stay SQUARE: (March 2013)
Stay SQUARE : (March 2013)
Stay SQUARE; (March 2013)

OTHER

- + Corn
- + Rapeseed

Stay SQUARE (Mar 13)
Stay **SHORT** with Stops above 476 (May13); **SELL AGAIN** on a break of 455.



Summary

Soy Beans and derivatives: The long-term drama of Soy charts is the break above the succession of Prior highs since the 1970s. Whether or not that break can be sustained may depend on the integrity of the large bull triangle formed 2007-2012.

Last week the bull run throughout the week led to optimism that the market might complete a powerful bull bottom formation in the beans. But the critical close never came – and indeed the close on Friday was so poor that a day key reversal encouraged further selling on Monday. Range trading has resumed for all Soy products.

Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed

SOY: Soy Bean



Quarterly Chart - Continuation:

The catalyst for the move above the succession of Highs from the 1970s has been the creation of a bull continuation Triangle.

That triangle appeared to complete, but the initial move has been reversed to find support at the top of the Triangle.

Look closer.

More



SOY: Soy Bean

Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

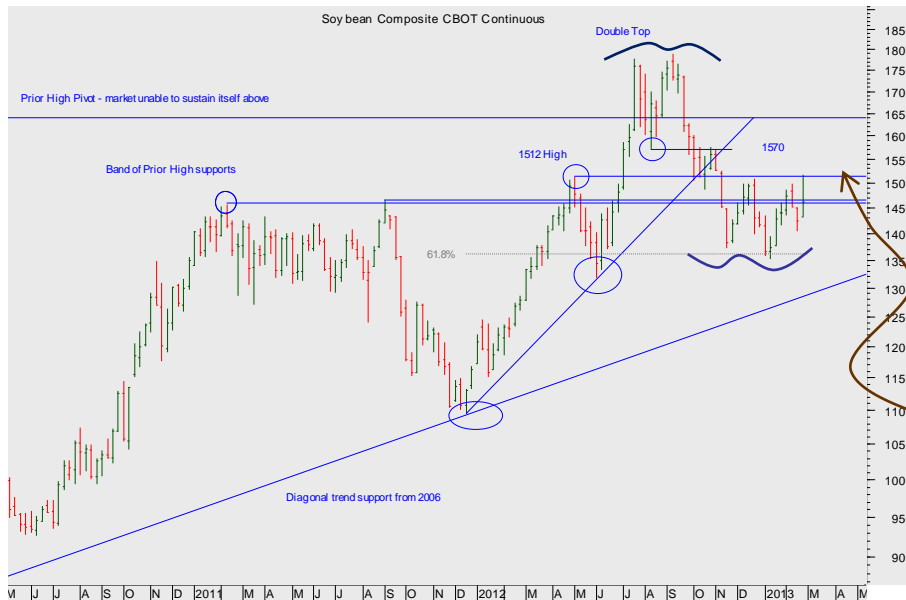
- + Corn
- + Rapeseed



Weekly Chart – Continuation:

Here's that pull-back in greater detail.

How good is the support at the top of the triangle? So far rather good two attempts have failed to re-penetrate.



Weekly Chart – Continuation:

And this detail shows that the market has bounced twice off the Fibonacci support beneath the Prior Highs..

There is no compelling reversal signal....for example: a break up through 1512 might create a Double Bottom... But we're not there yet.

Last week the market fell.



SOY: Soy Bean

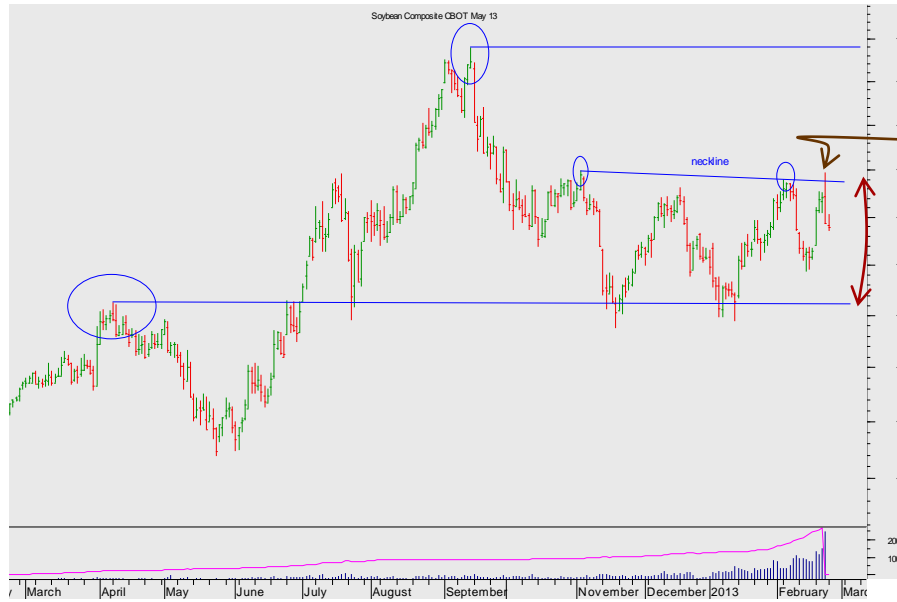
Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed

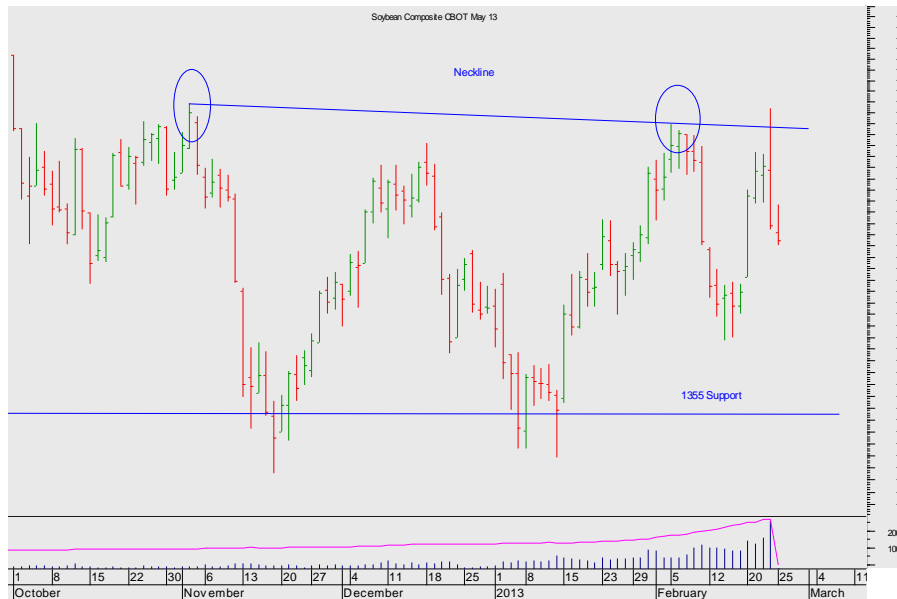


Daily MAY 13 Chart :

In greater detail: we never got the break of 1501 to complete the Double Bottom.

That is a DAY KEY REVERSAL (higher high, lower low, closing on the lows)

Now watch the clearly defined range.



Daily May 13 chart

That Key Reversal in greater detail.



SOY: Soy Bean Oil

Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed



Quarterly Chart Continuation:

This long-term chart lacks clear structure.

We are currently consolidating within a wide range 30-70.

Look closer.



Weekly Chart – Continuation:

The range of the last two years has been 48-60.

Stand back.

More



SOY: Soy Bean Oil

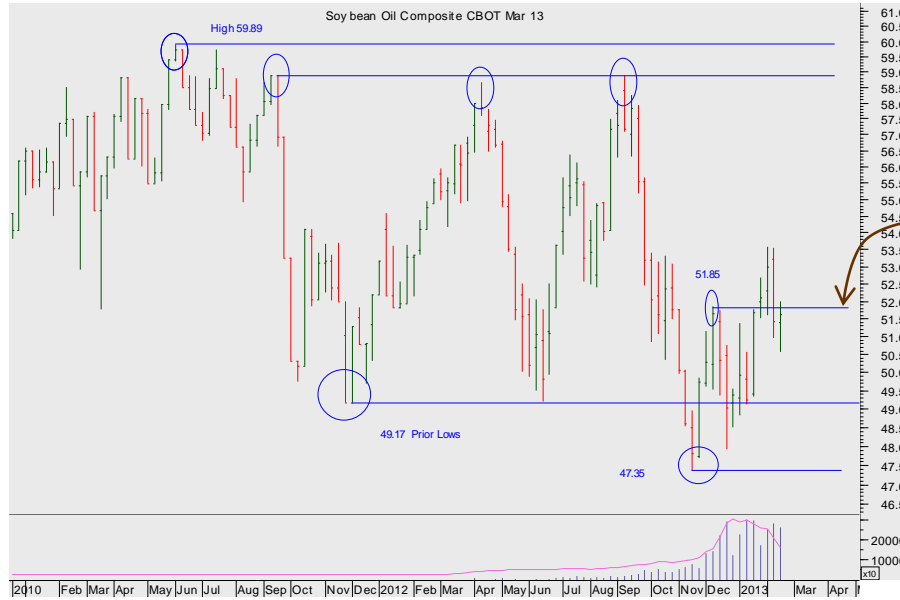
Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

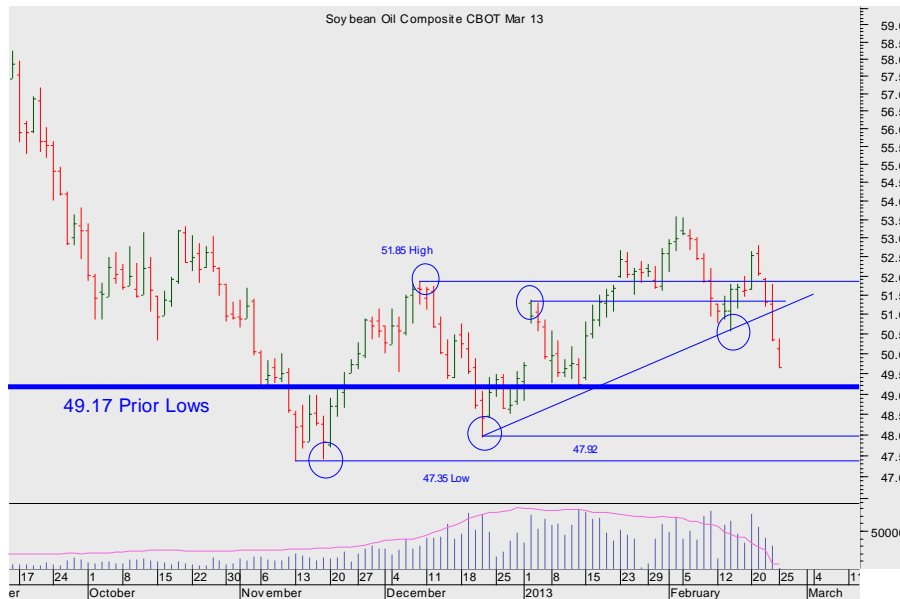
OTHER

- + Corn
- + Rapeseed



Weekly MARCH 13 Chart :

The rally back into the range – has not had great momentum. – note the pull-back through the prior high support at 51.85



Daily Mar 13 Chart :

The pause of last week was not supported by the horizontals from the prior highs AND broke the diagonal trend support....

But it's still in a range so stand back for greater clarity.



SOY: Soy Bean Meal

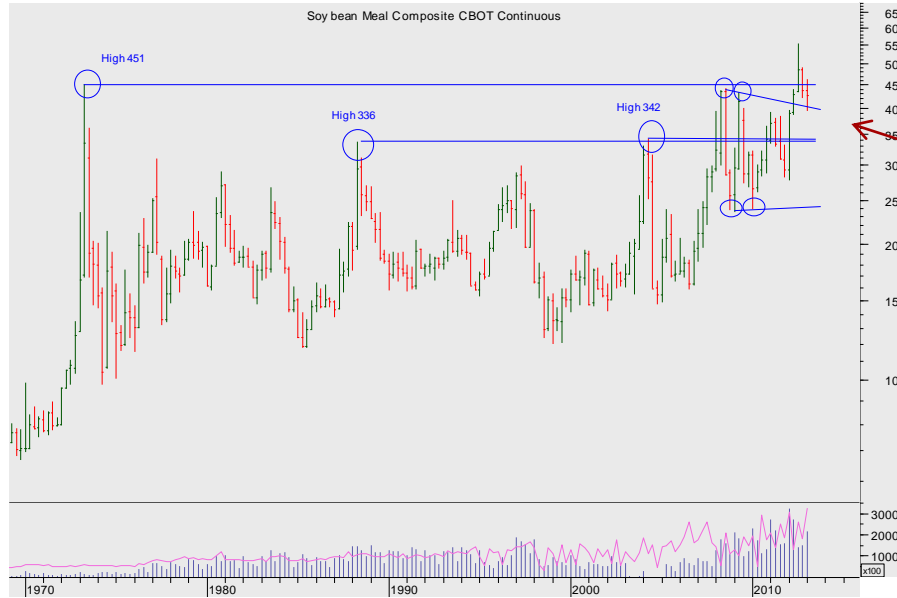
Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed



Quarterly Chart Continuation:

The triangle that drove the market up and above the succession of Prior Highs is being tested by a sharp pull-back.



Weekly Chart – Continuation:

The pull-back and bounce in greater detail.

See how the horizontal support from the Prior Highs 392 and 383 have driven the market better as well as the upper diagonal of the Triangle.

Look closer.

More



Summary

SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed

SOY: Soy Bean Meal



Daily May 13 Chart :

There was a Day Key Reversal and the market has fallen back into a range.



Summary

CORN and RAPESEED: Corn paused. There are important levels, supports beneath the market which if broken would signal further sharp selling but we are not there yet.

We remain still bearish of the rapeseed market though it is more vulnerable to short-covering than we would like... So wait for the firm evidence of a break down through the rising diagonal beneath the market that would signal the completion of a bear parallel flag.

Summary

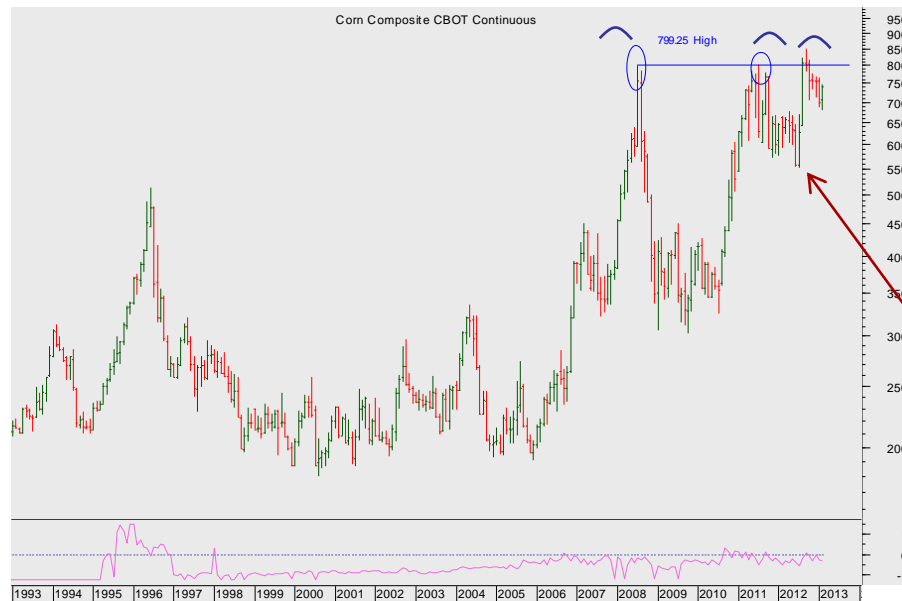
SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed

OTHER : Corn



Monthly Cont. Chart

The triple failure at the 800 level (having tested above it and been unable to sustain that break) is ominous for the bulls.

A push beneath this 550 low would complete a Double Top and excite the bears, encouraging fresh selling...

But we are far from there now. Look inside the monthly price action.

More



Summary

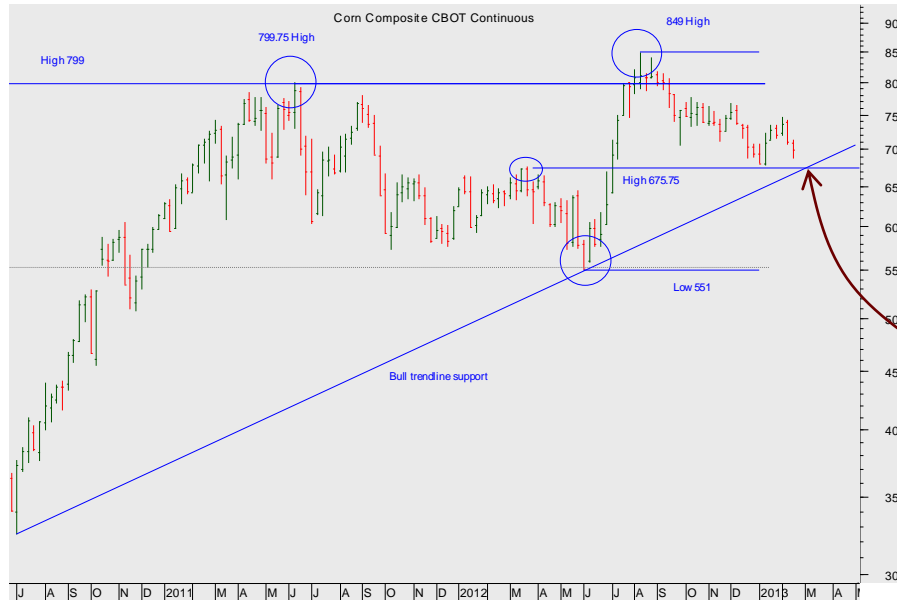
SOY

- + Soy Bean
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed

OTHER : Corn



Weekly cont. Chart

The triple failure in greater detail.

There is some support from the Prior High at 675.

Lastly, note the support from the rising diagonal (about 650).

A break of the two would be a good bear signal.



Daily bar chart Mar13 contract

Last week we paused.

But only a break of 675 would really get the bears going.



Summary

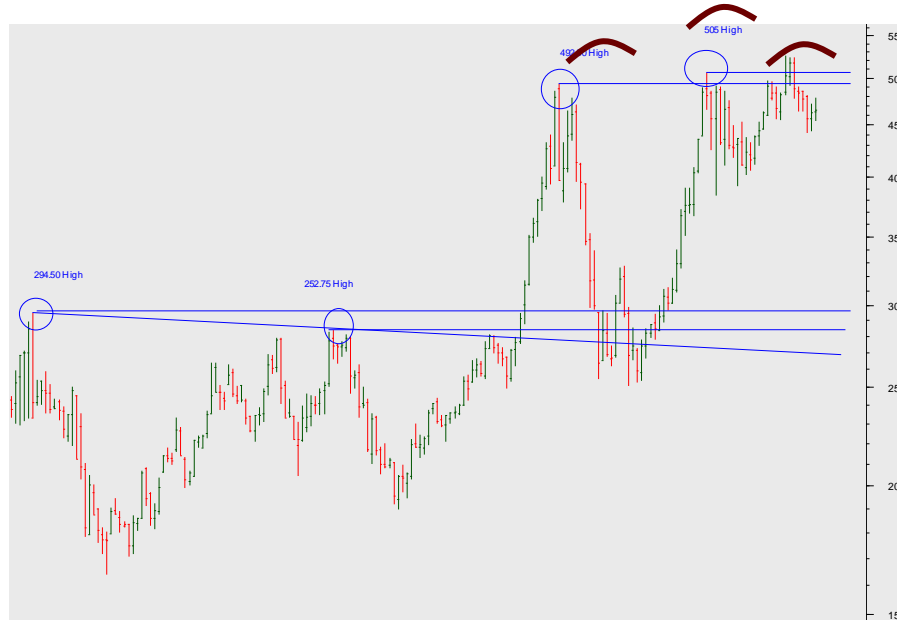
SOY

- + Soy Beans
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

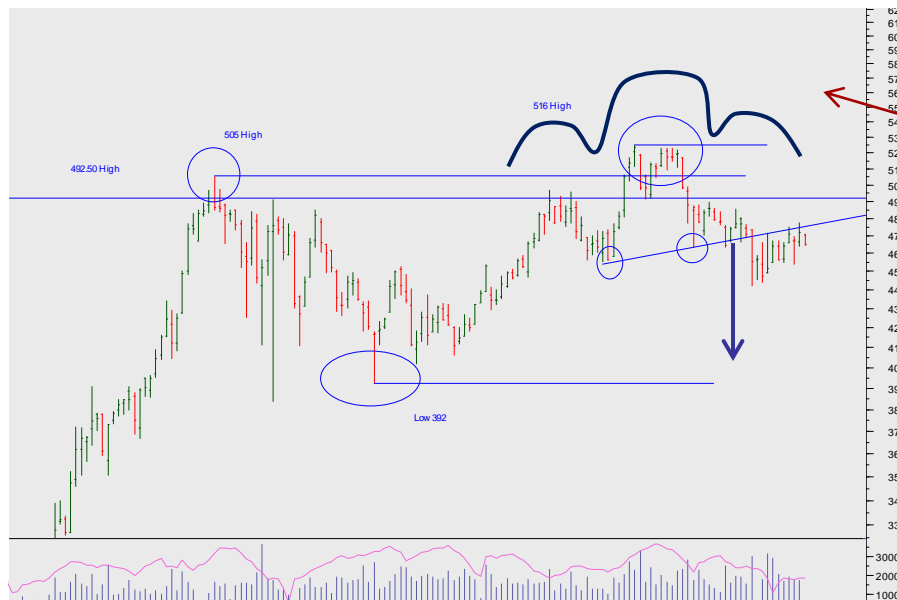
- + Corn
- + Rapeseed

OTHER: Rapeseed



Monthly Chart Continuation:

The third failure above 500 looks bearish for the market.



Weekly Chart – Continuation:

Note this too: the completion of a small bear H&S top in the recent reversal at 500.

Minimum move? About 410.

More



Summary

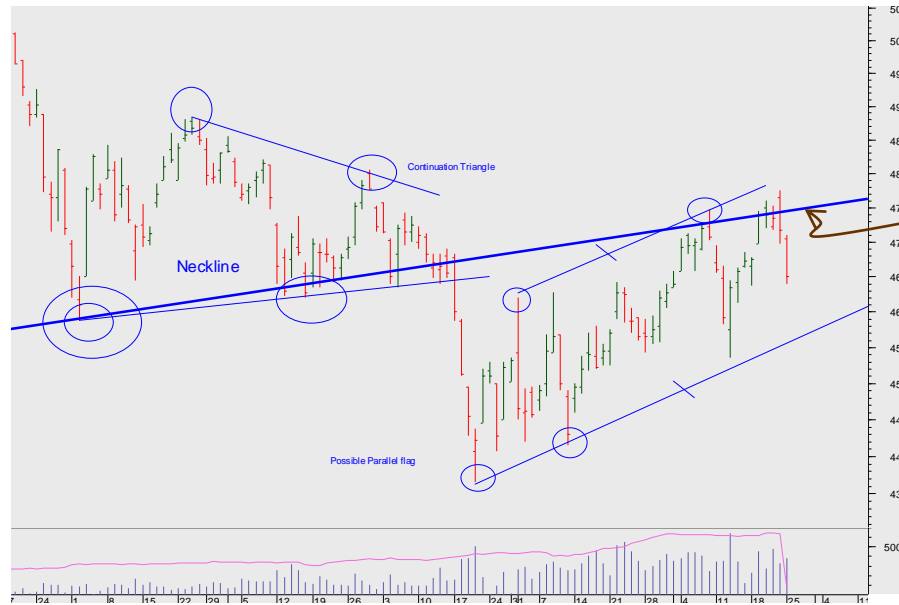
SOY

- + Soy Beans
- + Soy Bean Oil
- + Soy Bean Meal

OTHER

- + Corn
- + Rapeseed

OTHER: Rapeseed



Weekly May13 Chart

The market's rally back has TWICE failed to break the Neckline of the complex bear Head and Shoulders Top.

Keen bears will be sellers here. **More cautious bears will wait for a break of the lower diagonal of the possible Bear flag.**



SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

TEL +44 (0) 7849 922573 E-MAIL msturdy@sevendaysahead.com,

pallwright@sevendaysahead.com

WEB SITE SEVENDAYS Ahead.COM

The material and information set out in this research is not intended to be a quote of an offer to buy or sell any financial products. Any expression of opinion is based on sources believed to be reasonably reliable but is not guaranteed as to accuracy or completeness.

The material and information herein is general and for informational purposes only. Although Seven Days Ahead endeavours to provide useful information they make no guarantee as to the accuracy or reliability of the research.

The derivative market comprises volatility and considerable risks. To the maximum extent permitted by law no responsibility or liability can be accepted by Seven Days Ahead, any company or employee within its group for any action taken as a result of the information contained in this presentation. You are requested not to rely on any representation in this research and to seek specific advice from your accountant, legal adviser or financial services adviser when dealing with specific circumstances.

Seven Days Ahead is regulated by the UK Financial Services Authority.

[Back to main menu](#)