



28th May 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

OTHER

- + Corn
- + Rapeseed

LONG with Stops beneath 1483 (Jul 2013) .
Stay **SQUARE**: (Jul 2013);
LONG with Stops beneath 483 (Jul 2013) .

Stay **SHORT** (Jul13) with Stops close above 676; **SELL** again on a breakdown through 615.
Stay **SQUARE** (Aug13). **BUY** a confirmed break of 440.



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.

Soy beans and soybean oil have both broken convincingly up through the top of well-established trading ranges. Volatility remains high, but the bulls are in control.

Summary

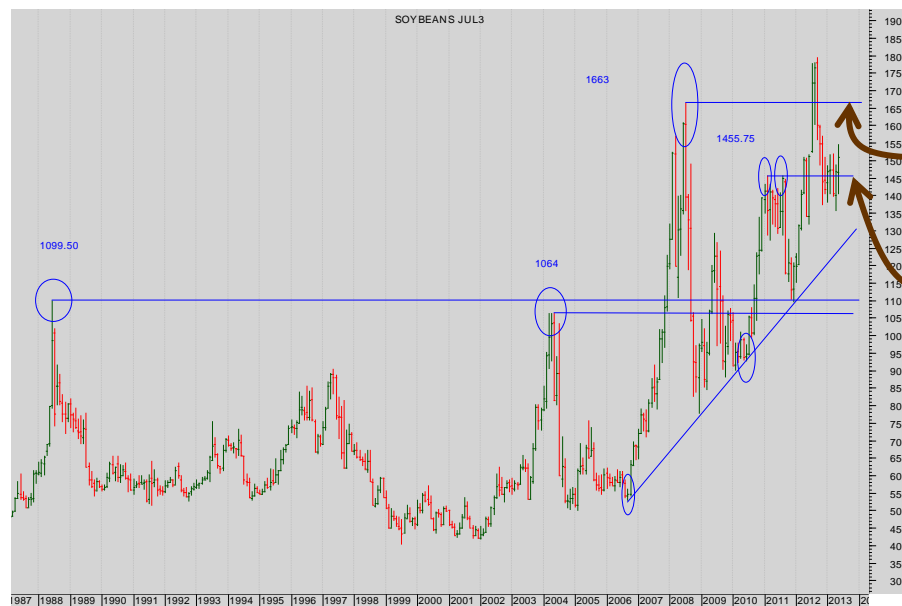
SOY

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

OTHER

- + Corn
- + Rapeseed

SOY: Soy Bean



Quarterly Chart - Continuation:

The double failure to hold above Prior High 1663 and 1455.75 suggests great underlying weakness.

But 1455.75 appears to be interesting support.

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.

The trading range appears to be on the verge of breaking



Daily Chart Jul 13 :

We noted last week that the most recent test of the lower boundary has failed and thus the bounce has reinforced it.

Now the range has been smashed.

The breakout , pull-back and bounce are all classic bull price action.



SOY: Soy Bean Oil

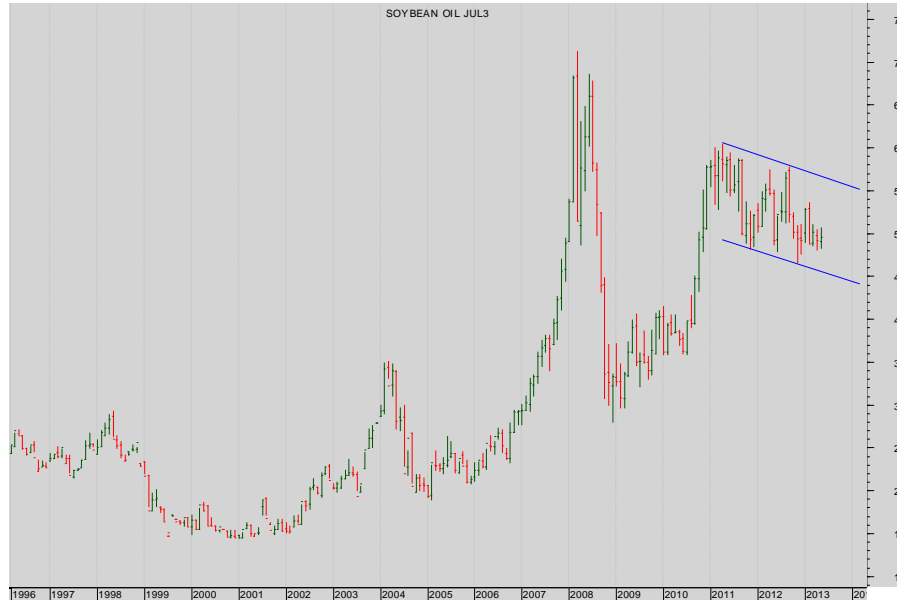
Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Monthly Chart Continuation:

This long-term chart shows a bear channel.

Look closer.



Weekly Chart – Continuation:

It has the important property of being a parallel channel.

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

No change from last week. Stand back.

More



SOY: Soy Bean Oil

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Daily JUL 13 Chart :

There has been no bounce of consequence from the succession of lows around 48.31.

But wait for that level to break before selling

No change from last week.

Stand back.



SOY: Soy Bean Meal

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Quarterly Chart Continuation:

The descent through the Prior High suggests real underlying weakness.



Weekly Chart – continuation:

BUT see how the powerful horizontal support from the Prior Highs 390 and 383 has created a third bounce.

Look closer.

More



SOY: Soy Bean Meal

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Daily JUL 13 Chart :

The price action has gained momentum from:

The completion of a continuation Triangle.

The completion of a Head and Shoulders Reversal.

Last week we said 'buy a break of 434' – **that is especially true now.**

Though the price action has been tricky volatile, the resolution has been an unambiguous break.

The multiple bottom and the H&S pattern both are driving the market better.

Watch the range.



Summary

CORN and RAPESEED: The short in Corn is under grave threat. There has been no breakdown. The bears are weak. We remain short with close stops. Rapeseed is close to breaking on the upside. Stand aside.

Summary

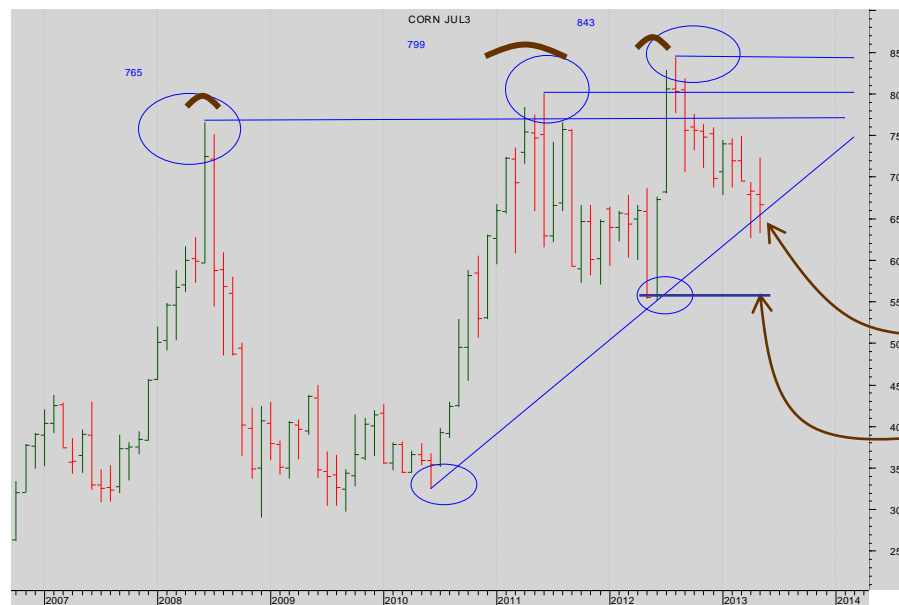
SOY

- + 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.

The test of the diagonal is important...

But only a push beneath this 625 low would complete a long-term Double Top and excite the bears, encouraging fresh selling...

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

More



OTHER : Corn

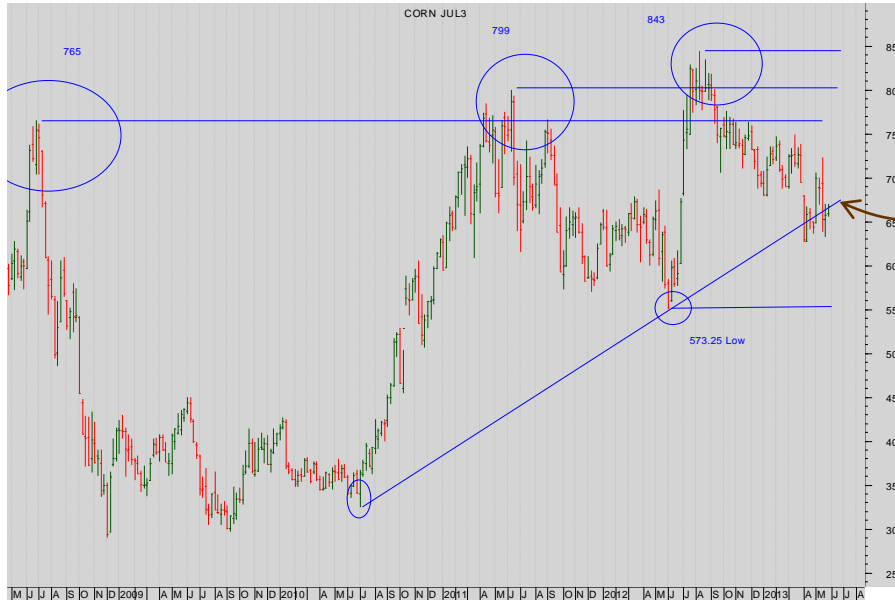
Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Weekly cont. Chart

The triple failure in greater detail.

Note the support from the rising diagonal (about 650).

Look closer.



Weekly bar chart Jul 13 contract

The pause at the diagonal was preceded by the completion of a bear rising wedge,

and a gap which we see here.

Both of which are powerful resistances above the market.

- Note that the gap has been filled.
- And the wedge has repulsed the bulls.

The bulls look to have had their chance....



Summary

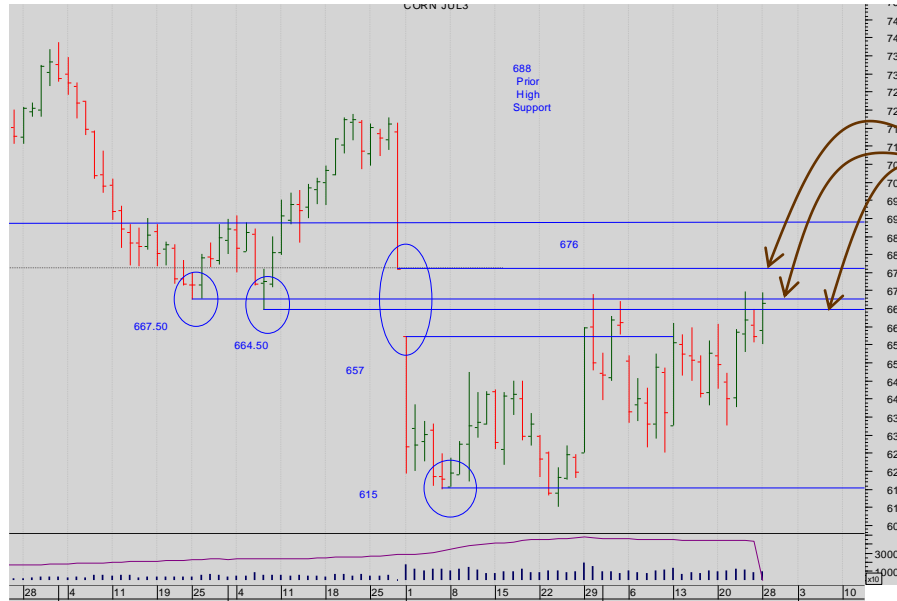
SOY

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

OTHER

- + Corn
- + Rapeseed

OTHER : Corn



Daily futures Chart

But this is frustrating for the bears.

The resistances (the Gap, the Prior Lows) are clearly still powerful, **but the bears are not in control.**



OTHER: Rapeseed

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Monthly Chart Continuation:

The third failure above 500 looks bearish for the market.

The roll-over of the front month contract has led to the gap down in the long term chart.



Weekly Chart continuation:

That sharp drop in greater detail.

The prior Low at 441.75 is now additional resistance above the market on any rally.

Look closer.

More



OTHER: Rapeseed

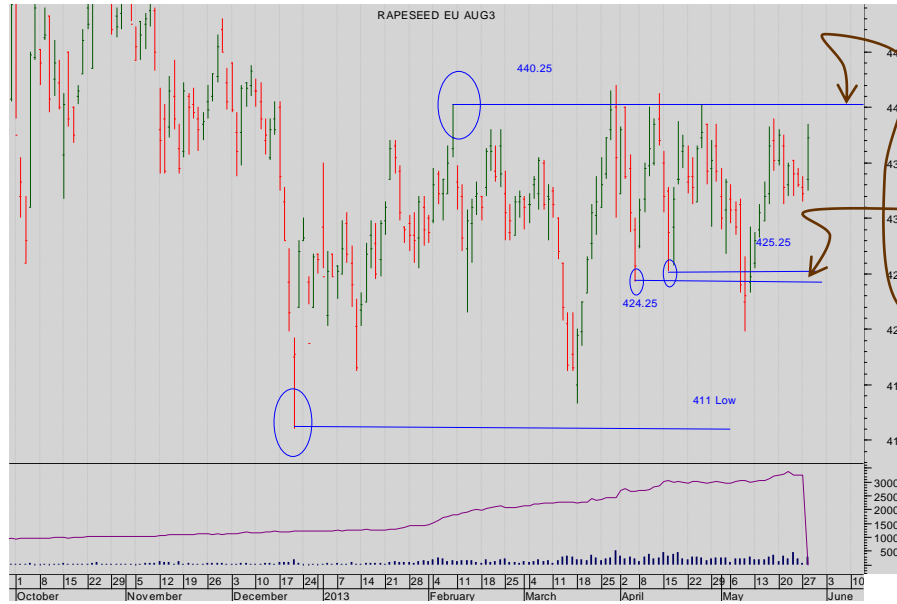
Summary

SOY

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

OTHER

- + Corn
- + Rapeseed



Daily Aug13 Chart

But this front month daily chart is rather more sobering.

An attempted push down has failed to be sustained beneath the Prior Lows of 424 and 425.

Now watch for a break up through 440.25.



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](#)