



23rd July 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

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Summary

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Stay **SQUARE** (AUG 2013).
Go **SQUARE** (AUG 2013); **SELL** again beneath 45.27
Go **LONG** above 418 (SEP 2013).

Stay **SHORT** (Dec13) ; **SELL** again on a break of 490
Stay **SHORT** (Aug13). Stops above 392.



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.

The tension between the charts of Beans and Meal on the one hand and the Oil on the other remains. But the September contract for Meal is now the most compelling market - we have gone square in Oil (awaiting evidence of further weakness). And want to go long (with close stops) of Meal.

Summary

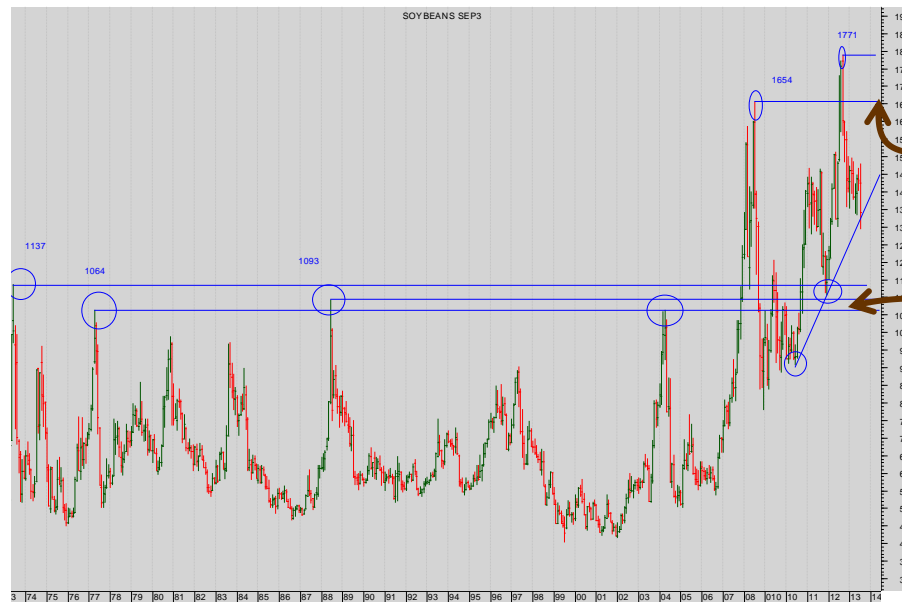
SOY

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SOY: Soy Bean



Quarterly Chart - Continuation:

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

Major support 1200

Look closer.

More



SOY: Soy Bean

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Weekly Chart – Continuation:

Here's that pull-back in greater detail. It's a range.

The trading range was tested on the upside and there was no break up, but instead a clear test of the critical support just above 1300. The bears need that to break.



Weekly Chart Sep 13 :

This suggests a weak bull force from the completed falling wedge. Wait for a break up through 1376 to confirm.



SOY: Soy Bean

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Daily Sep 13

The detail of the wedge support and the emergent bull trend.

In the first place watch the pivotal band of 1339-1344.



SOY: Soy Bean Oil

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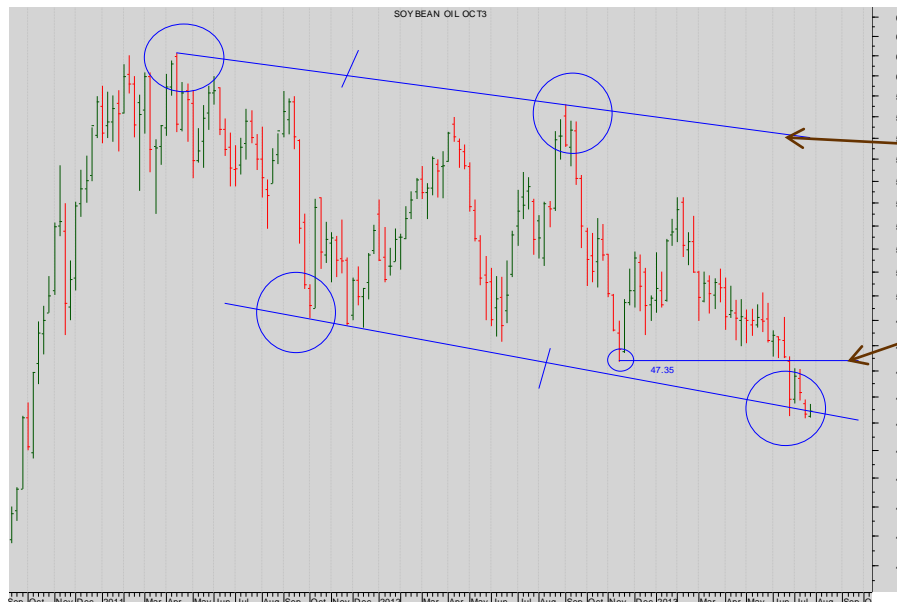
Monthly Chart Continuation:

This long-term chart shows a bear channel.

Note the approach to the critical bull trendline support.

And the Fibonacci support.

Look closer.



Weekly Chart – Continuation:

The important property of being a bear parallel channel. (NB semi-log scale makes them look not parallel)

The break down through the Prior Low is clearly bearish.

The pause at the bottom of the channel is natural, and only a break of that (say 45.5) would finally reassure the bears

More



SOY: Soy Bean Oil

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Daily Chart Aug 03:

But this is ahead of the game. It looks as if it has already broken down – with a good deal of resistance above the market.

Wait for a break of say 45.27 in before shorting again.



SOY: Soy Bean Meal

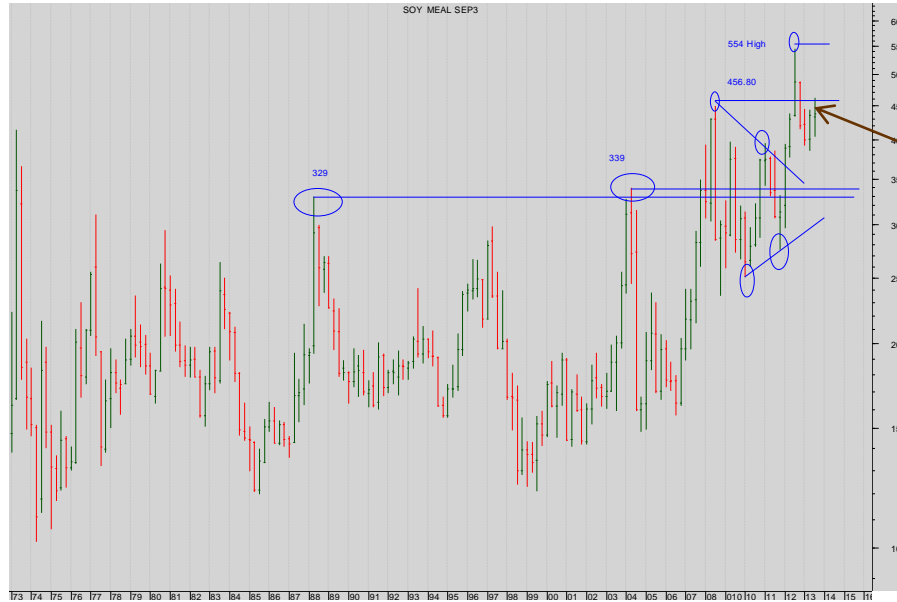
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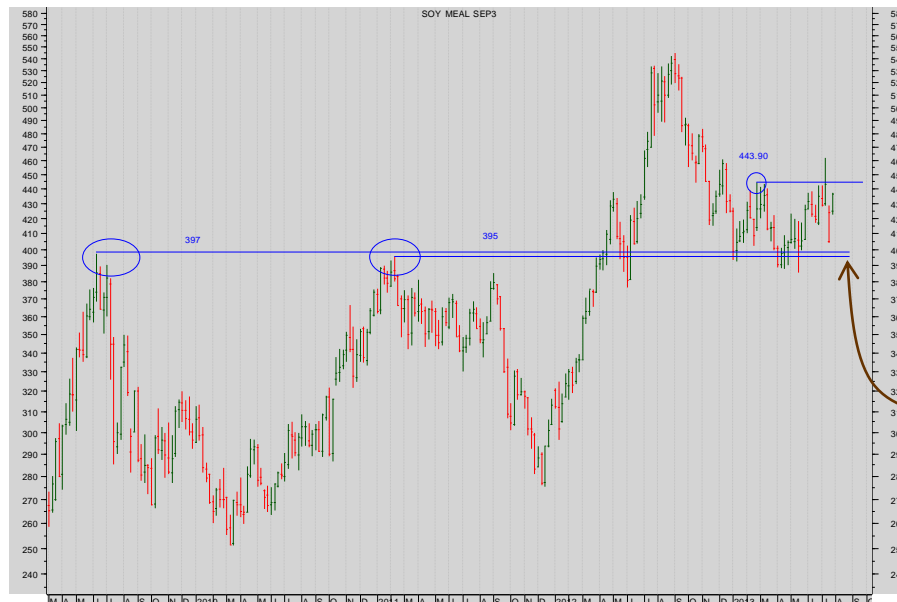
OTHER

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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.

Note the push up through 443.90 has not been sustained.

Medium-term bears need a break beneath 400.

Look closer.

More



SOY: Soy Bean Meal

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Sep 13 weekly Chart :

The market has smashed up through the Prior High and that will be good support - helping ratchet the market better.



Sep 13 daily Chart :

Here is the detail. Wait for a confirmed close above 418 before buying.



Summary

CORN and RAPESEED: The breakdowns in both these markets are clear and compelling.

Summary

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OTHER

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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 the push beneath this 510 low has completed a long-term Double Top encouraging fresh selling...

More



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OTHER : Corn



Weekly cont. Chart

The triple failure in greater detail.

Note the support from the rising diagonal (about 650) has been broken.

Note the failure of the Prior Low.

Look closer.



Daily bar chart Dec 13 contract

The major break has happened, add to shorts on a further break beneath 490.



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OTHER: Rapeseed



Weekly Chart Continuation:

The third failure above 500 looks bearish for the market.

The move down through the Prior Lows and the Prior Highs is important.



Weekly Nov 13 Chart :

That sharp drop in greater detail.

NB the key reversal in the weekly chart.

Additionally bearish a breach of the lower boundary of the trading range.

SELL beneath 385.

More



OTHER: Rapeseed

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Daily Nov 13 Chart :

The push beneath 392 is emphatic and we are sellers.



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