



13th August 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

Summary

SOY

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

Stay SQUARE (Sep 2013).
Stay **SHORT** (Oct 2013); with Stops above 43.20
Stay SQUARE (Sep 2013).

OTHER

- + Corn
- + Rapeseed

Stay **SHORT** (Dec13) ; Stops above 471.25
Stay **SHORT** (Nov 13). Stops above 370.



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.

We said that oil was bearish of the soy charts – and that was clearly the case over the week. While beans and meal rallied, the oil drifted on down. A mixed and complex picture remains - with arguments finely balanced in the beans and meal and thus offering no good trading opportunity in any time frame. And while we remain bears of Oil, the trend very clearly in place, trailing stops become important as the trend extends.

Summary

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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.

Some support 1200 (but the market overshot dramatically in 2008)

Look closer.

More



SOY: Soy Bean

Summary

SOY

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Weekly Chart – Continuation:

Here's the **test and break of the critical support just above 1300.**

The bears are in charge now both the rising diagonal and the trading channel have been broken.



Weekly Chart Sep 13 :

The Sep contract is less compellingly bearish.

We said 'Wait for a break of 1221' **We though we had that but there's been hesitation. A confirmed break of 1221 is needed for bear confidence.**



SOY: Soy Bean Oil

Summary

SOY

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OTHER

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Monthly Chart Continuation:

This long-term chart shows a broken bear channel.

Note too, the break of the critical diagonal bull trendline support.

And the break of the Fibonacci support suggest that **the bears are in charge.**

Look closer.



Weekly Chart – Continuation:

The parallel channel. Has been smashed which should **finally reassure the bears.**

More



Summary

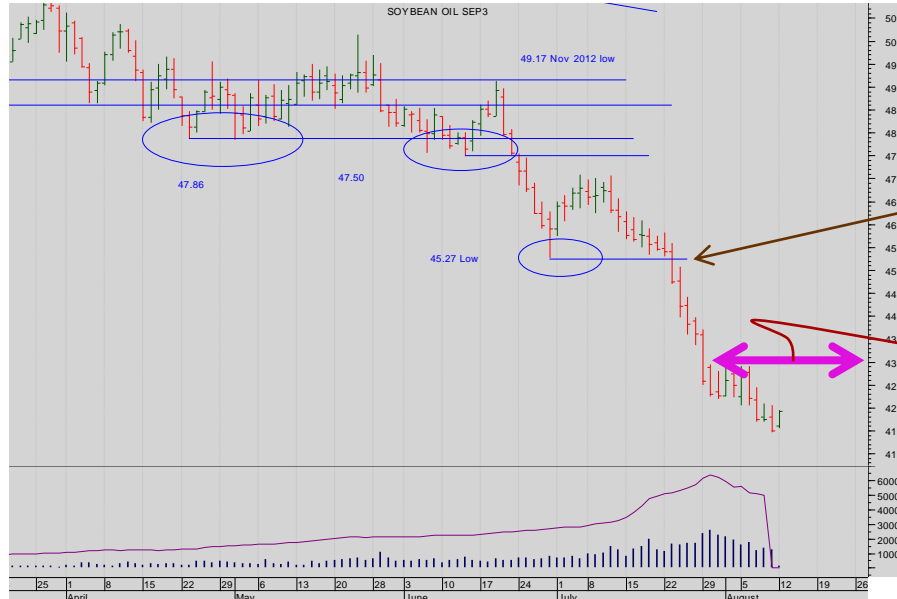
SOY

- + Soy Bean
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OTHER

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SOY: Soy Bean Oil



Daily Chart Sep 03:

This bear market is well under way.

Expect good resistance from Prior Lows on any rally. But that far away now.

Bears will want closer stops – say above 43? (the top of the recent consolidation)



Daily Chart Oct 03:

The detail in the October market. Note the rise in Open interest and volume on the recent downdays.



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 this is less bearish.

The return to the support from the Prior High at 385.30 that has been good support in the past.

Look closer.

More



SOY: Soy Bean Meal

Summary

SOY

- + Soy Bean
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OTHER

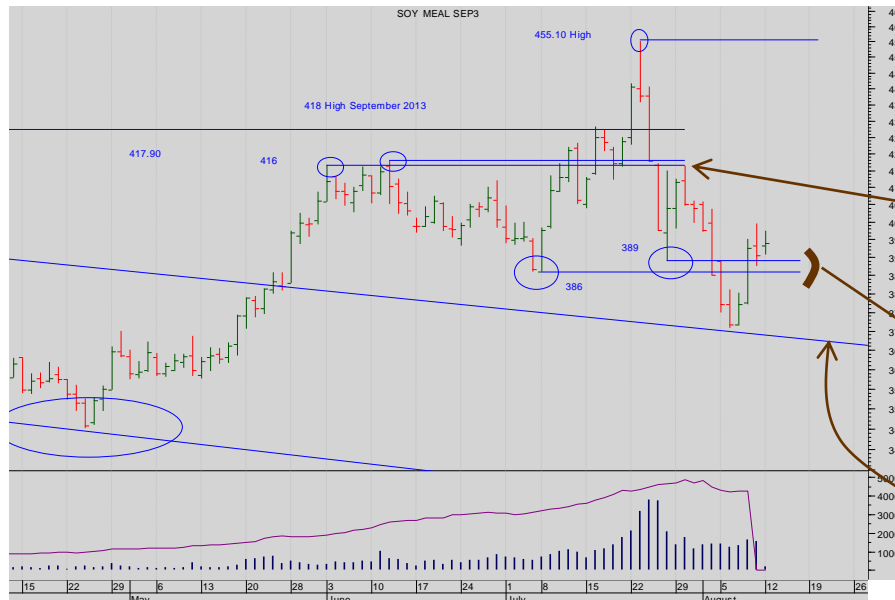
- + Corn
- + Rapeseed



Sep 13 weekly Chart :

- But this is rather more bearish.
- The market has been unable to sustain itself above the 418 Prior High.
- And the lesser support of 417.90 has been smashed too.

There is no support in place save the top of the bear channel ...



Sep 13 daily Chart :

- And this is yet more bearish – though not compelling.
- The pull back through the 418 – 416 series of Prior High supports is clear but not yet decisively bearish.
- The fall beneath the two prior lows 386 and 389 should have been some resistance above the market.
- The diagonal support looks more important...



Summary

CORN and RAPESEED: The big picture of these markets is still very bearish. Bears may have disappointed at the lack of short-term selling over the week – especially in the Rapeseed, but the failure again to cover but not break back through the small gap above the market is again bearish, and the pause (with two lows) provides a short-term selling trigger when the lows are taken out..

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OTHER

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- + Rapeseed

OTHER : Corn



Monthly Cont. Chart

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

The break of the diagonal was important...

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

The minimum move for the Double Top? **About 300**

More



OTHER : Corn

Summary

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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, Stops above 490 but in addition closer too consider stops above 471.25



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OTHER

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OTHER: Rapeseed



Monthly 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 as it creates good resistance for any rally.

This suggests a move back as far as 250 or so.



Weekly Nov 13 Chart :

The detail shows great resistance above the market between 390 - 392 and then 413.

More



OTHER: Rapeseed

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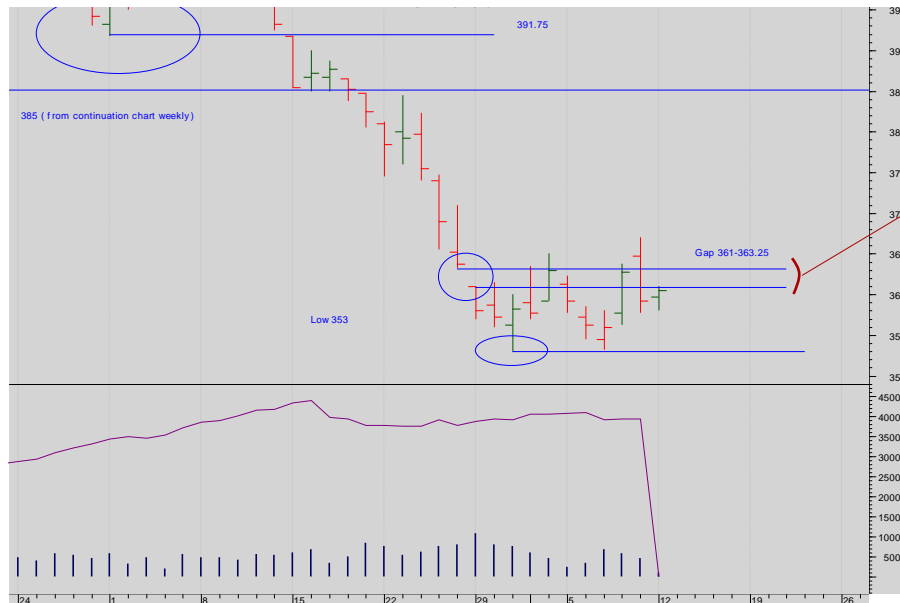
Daily Nov 13 Chart :

The push beneath 392 and then 385 is emphatic and we are still sellers.

The short-term consolidation?

The market has twice tried to cover the gap and failed. The falling volume (and open interest) throughout the pause is standard.

Both volume and Open interest 'follow the trend' Short-term, add to shorts on a break of 353.



Daily Nov 13 Chart :

The detail shows the reluctance to stay above the Gap.



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