



7th January 2014

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

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Summary

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SOY

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

Stay **SHORT** (23rd Dec 2013) @ 39.57 (Mar 14). Stop 40.10.

OTHER

- + Corn
- + Rapeseed

Stay **SHORT** (28th November 2013) @ 426.50 (Mar 14); Stop 451.50; Take profit 200.



Summary

SOY

OTHER

Closed trade summary

28th November 2013 Short Jan 2014 @ 40.35 closed 17th December @ 39.97. Profit 0.38 bps



Summary

SOY BEANS AND DERIVATIVES:

The Soy markets are all testing lower. The lead bear remains the oil. We re-entered shorts there in the Mar14 contract on the breakdown through the Prior Low on 23rd December. Note the testing of the long run diagonal supports in the Beans and Meal.

Summary

SOY

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OTHER

- + Corn
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SOY: Soy Bean



Monthly Chart - Continuation:

The failure to hold above the Prior High suggested some underlying weakness.

But note the powerfully clear and INTACT long-term diagonal support.

Look closer.

More



SOY: Soy Bean

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Monthly Jan 14 Chart – Continuation:

Here's the retest of the critical support from the rising diagonal

If that clearly breaks, the bears will be encouraged.

It hasn't broken yet.



Weekly Chart Jan 14:

Stand back.

We remain square. A further failure through 1247 would excite the bears.... But until then – stand back.



SOY: Soy Bean Oil

Summary

SOY

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Monthly Chart Continuation:

This long-term chart shows a break of the critical diagonal bull trend line support.

Look closer.



Weekly Chart – Continuation:

The critical breakout levels which are now resistance.

And more resistance from Prior Lows.

The bears look in charge. And the short-term bounce through the first resistance of note at 41.57 has failed.

The trend remains in place.

More



SOY: Soy Bean Oil

Summary

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Daily March 2014 Chart

We sold on a confirmed close beneath 39.88 (= CLOSE 23rd Dec @39.57)

Stop
40.10



SOY: Soy Bean Meal

Summary

SOY

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Quarterly Chart Continuation:

The descent through the Prior High suggests some underlying weakness.

Will it be sustained?



Weekly Chart – continuation:

But this is powerful support

The return to the support from the Prior High at 385.30 that has been good support in the past and, for the moment, remains good support.

(A break of the band 453-461 would be a good medium-term bull signal. Equally, a break of 385 a powerful bear signal)

Look closer.

More



SOY: Soy Bean Meal

Summary

SOY

- + Soy Bean
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OTHER

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Jan 14 daily Chart :

The price action has bounced off the very good prior High support at 400 – but, for all that, short-term, the market remains in a trading range.

Stay square.



Daily Chart March 14

The double failure of the market at 434 is important.

But now only a failure of the 378 low would get the bears going.



Summary

CORN and RAPESEED: Corn is bouncing along the Prior Lows established since mid-November. Rapeseed is sitting on a prior low from July last year. Neither look strong enough to bounce. But a clear breakdown in either market will lead to fresh selling. We remain short Corn.

Summary

SOY

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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) was ominous for the bulls.

And completed a long-term Double Top **encouraged fresh selling...which forced the break through the rising diagonal**

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

More



OTHER : Corn

Summary

SOY

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OTHER

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Weekly cont. Chart

In greater detail.

Note the failure of the Prior Lows that has led to the completion of a Double Top.

And now they are good resistance above the market... Held firm reversing the rally.

Ratcheting the market lower.



Daily bar chart Mar 14 contract

The well-established bear trend

The bears are in charge.

We were fresh sellers on a break of the Prior Low at 459

It is now confirmed as good resistance.

So too is 445.

Stay short. Tempting to bring the Stop a bit closer.

Will certainly add on a break of the recent 420 lows.



OTHER: Rapeseed

Summary

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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 chart

The sideways consolidation beneath the Prior High/Lows looks increasingly like a bear continuation Triangle.

(but it may have developed too far towards the apex of the triangle)

Look closer.

More



OTHER: Rapeseed

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Daily Feb 14 Chart :

This is a continuation Triangle (redrawn) - potentially – but it has yet to break..

Nonetheless, because it is forming beneath the massive resistance at 385 we favour a bear breakdown in advance of the completion of the Triangle.

More cautious bears will wait for a break of 363.

Stay SQUARE.



Daily chart

In greater detail.

Use the band of 357-363 as critical support and wait for it to break before getting short.



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