



21st October 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

Mark Sturdy

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Summary

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Open trade summary:



Summary

SOY

OTHER

Closed trade summary



Summary

SOY Markets : The relative weakness of Oil is still clear, but in terms of risk/return, the Beans have become a good sell after the recent rally. Oil needs the short-term signal of a breakdown through Prior Lows. Stand aside from meal.

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SOY: Soy Bean



Monthly Chart continuation:

The breakdown of the rising trend is clear.

There may be some support around the 900 level – where we are now.

But the only sure level of support lies down at 450.



SOY: Soy Bean

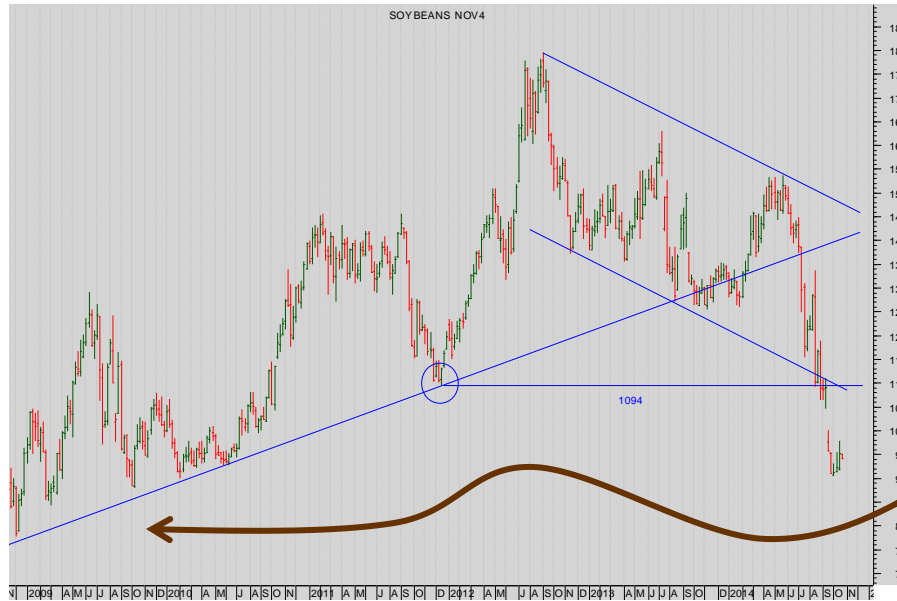
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Weekly Chart – Continuation:

In the weekly detail we see a runaway bear market.

Gaps beneath 1100 denote great bear energy (despite the clear rollover)

They act as resistance on any rally.

Note again though the historic support at the 900 level in 2009 (about where we are) and 2010..



Daily Chart Nov 14 :

This is less 'runaway'.

Instead, a pause for two weeks

Stay short.

Trail Stops closely above 969.50?

Add to shorts?



SOY: Soy Bean

Summary

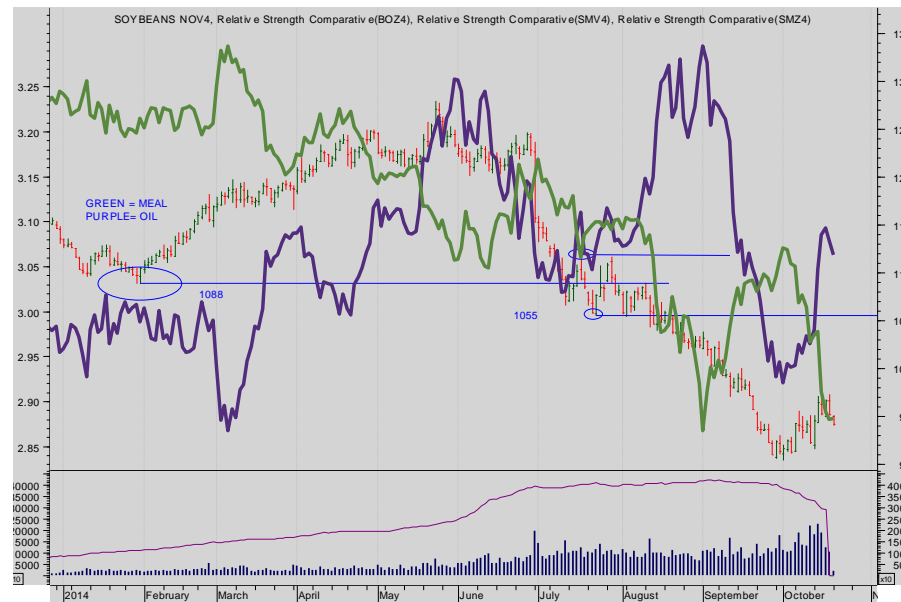
SOY

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SOY: RELATIVE STRENGTH (RISING/FALLING = Beans stronger/weaker, in bull or bear markets)



Daily Chart Sep 14 :

Oil is PURPLE, Meal is GREEN.

Soy beans are weaker than meal and stronger than Oil.

Oil is still the best short.



SOY: Soy Bean Oil

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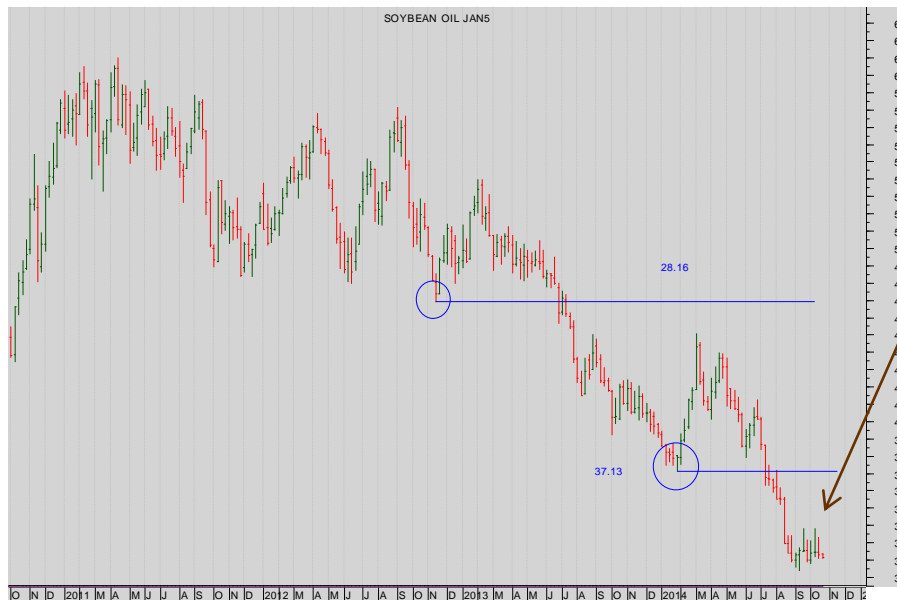
Monthly Chart Continuation:

This long-term chart shows the market breaking the support from the rising diagonal...

(And unable to break back above it on a rally.)

And now the market has broken the prior High support from 2003

Look closer.



Weekly Chart – Continuation:

But for the last few weeks the market has stalled.

(but the bears remain in charge. There has been little rally compared to the beans and the Meal.)

This is the weakest market of the Soy products.

More



SOY: Soy Bean Oil

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Daily Dec 2014 Chart

This has clear bear intent.

The break beneath 37.61/38.29 was needed for the bears to really take heart in the medium and long-term.

Stay short! But note now that this market is weaker than Beans

Sell again on a break of 31.52



SOY: Soy Bean Meal

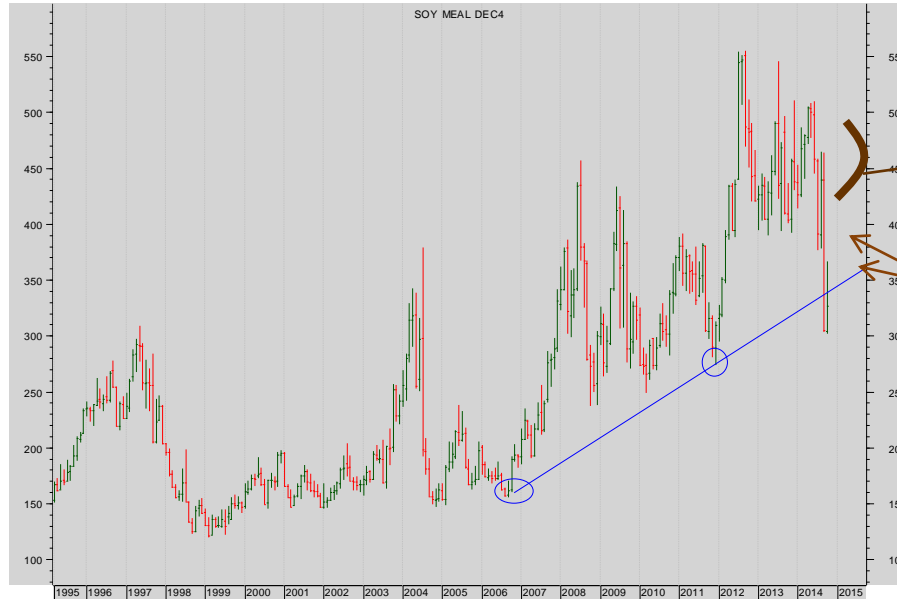
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Monthly Chart Continuation:

The support from the band of Prior Highs is being tested, and has been broken.

All the diagonal supports have been penetrated but not yet clearly broken



Weekly Chart – continuation:

And this is nearer-term powerful support. A double top looks completed...

Minimum move? 250 or so.

And the diagonal has been smashed too but the retracement...

Look closer.

More



SOY: Soy Bean Meal

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Daily Chart Dec 14

The confirmed Double Top needed a break of 347.

We got it and now the market is collapsing.

Pausing and stronger than both the Beans and the Oil.

But the structure of the market suggests a good selling level with Stops above 337.80.



Summary

CORN and RAPESEED and WHEAT : Rapeseed has been relatively the weakest of these markets in recent weeks. But structurally Corn is perfectly poised for fresh shorts. Rapeseed's structure suggests a diminishing trading range within a triangle which needs to complete before fresh shorts should be tried. Wheat is less compelling than either.

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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.

The completed a long-term Double Top encouraged fresh selling...

(The minimum move for the Double Top? About 300)

We have a break of the diagonal. **The break of the recent low achieved that... Look closer.**

More



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OTHER : Corn



Weekly cont. Chart

In greater detail.

So we have a break of 414.5

This is the selling signal.



Daily bar chart Mar 15 contract

There's the break – both of 414 (on the continuation chart above) And after the market tracked sideways for a month beneath resistance at 370.75 it broke down again.

The rally beneath the resistance has been sharp.

We are fresh sellers while 370.75 holds.



OTHER: Rapeseed

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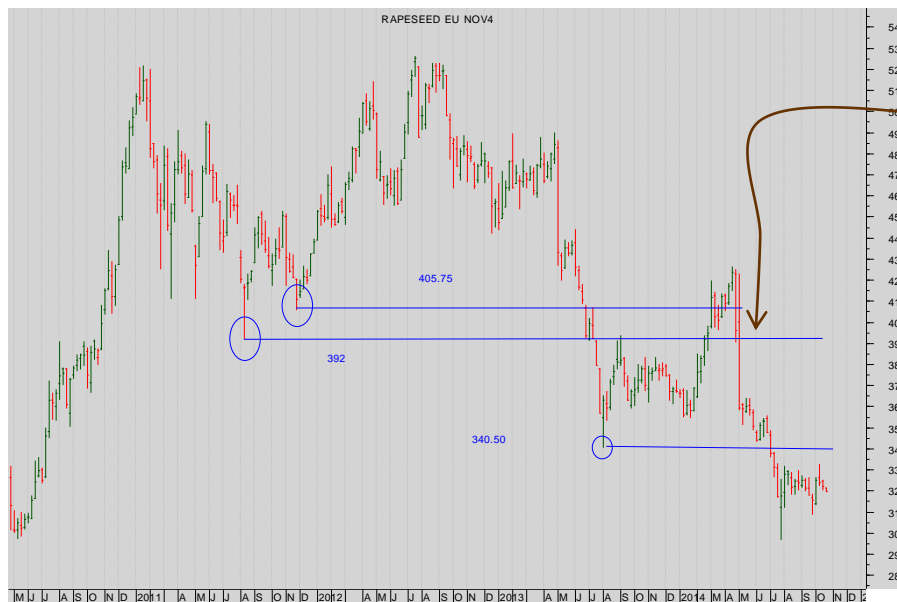


Monthly Chart Continuation:

The third failure above 500 looks bearish for the market.

The initial break beneath 392 sets up the bear scenario ...

Now look at the test of the rising diagonal – **NOT YET BROKEN.**



Weekly chart

The market has failed to break back up through the 392/405.75 band of resistance....

And having broken beneath 340.50 looks like ratcheting itself lower ...

More



OTHER: Rapeseed

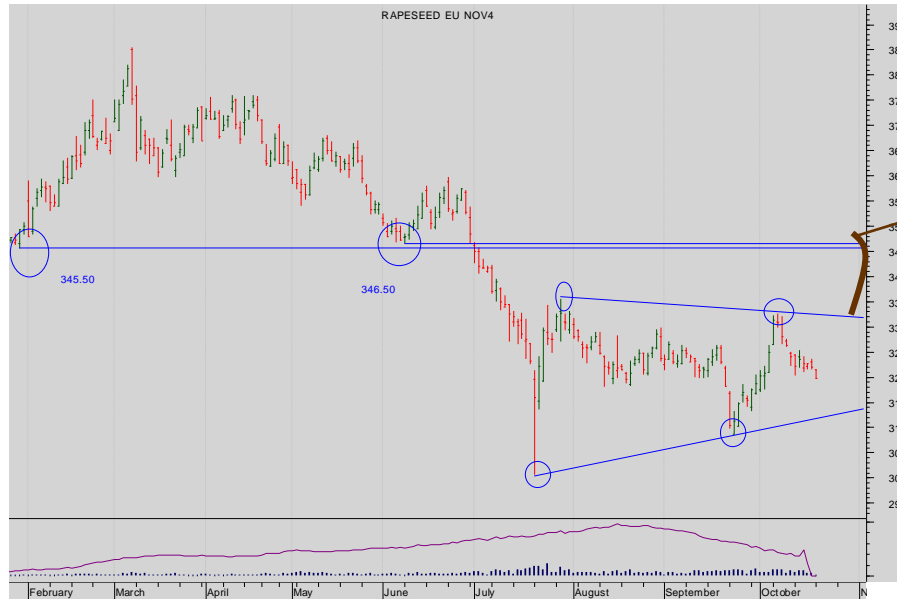
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Daily Nov14 Chart :

This is a small rally inside a sideways consolidation.

Note well that we are pausing at the long-term diagonal (in the monthly chart) **Wait for a break of that.**



Daily chart COMPARATIVE STRENGTH of Rapeseed v Corn and Wheat.

Over the last week a clear trend for both **Corn** and **Wheat** TO BE stronger than Rapeseed in equal measure.

Rapeseed is the best short....



OTHER: Wheat

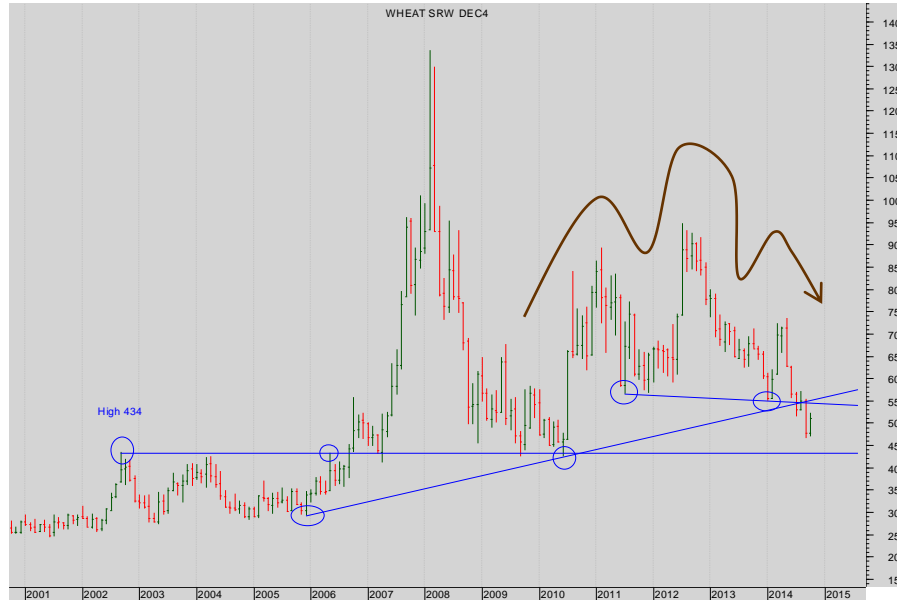
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Monthly Chart Continuation:

The rising diagonal from 2005 is broken.

[Look closer](#)



Weekly chart

The trading range is broken.
(A large H&S Top completed?)

Yet, the prior high support at 434 is a hindrance....



OTHER: Wheat

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Daily Dec 2014 futures Chart :

And the very short-term trading
range has been broken....

We remain sellers.



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

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