



15th March 2016

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
- + Wheat



Soy and Grains Technical Analysis

Mark Sturdy

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Summary

SOY Markets : *Last week : The sharp rallies at the end of last week have muddied the waters of the short-term picture in the Soy Meal especially. But the medium and long-term pictures remain bearish across the both Beans and Meal – but for traders the problem remains that those markets could retrace a good deal further still in the short-term without threatening that medium and long-term bear scenario.*

This week: Soy Beans and Meal are both looking vulnerable to further short-covering. And most bullish of all, Soy Oil has completed a clear bull continuation pattern. We are buyers there.

Summary

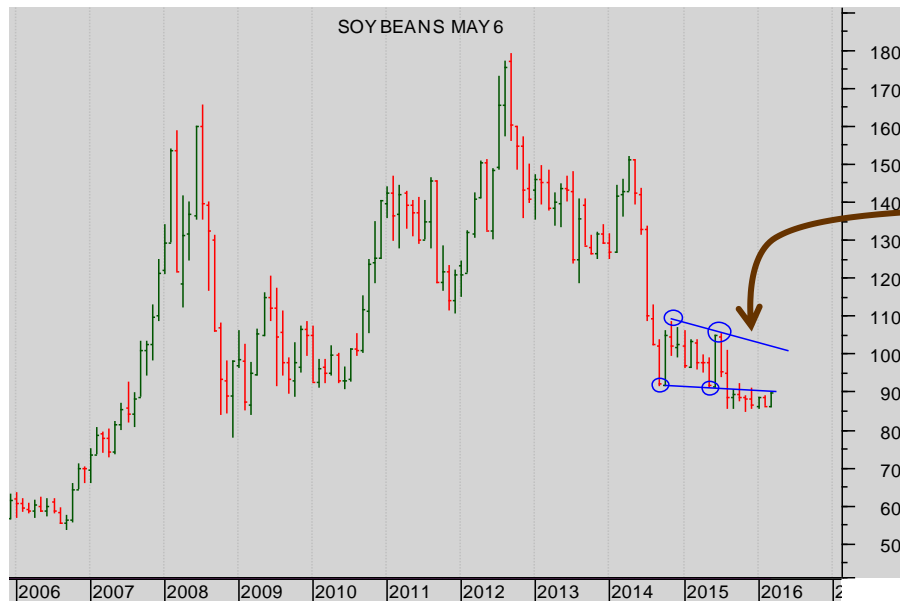
SOY

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SOY: Soy Bean



Monthly Chart continuation:

The bear continuation triangle remains completed and is set to drive the market further down still.

Minimum move? Down to 750.

But a concerted drive back into the triangle would thrown doubt on that....



SOY: Soy Bean

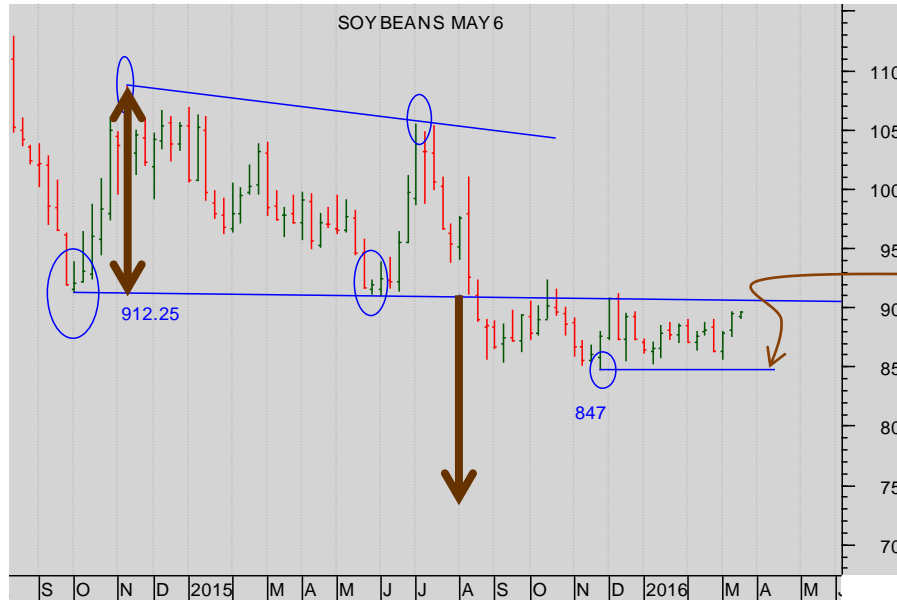
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Weekly Chart – Continuation:

Minimum target for the Triangle? About 750.

A break of 847 would be the immediate trigger.

In the mean time the rally back is about to test resistance at 912 or so...



Daily Chart May 16:

If cautious, sell on a clear (confirmed) break of 861...

That has yet to happen so stand back.



Summary

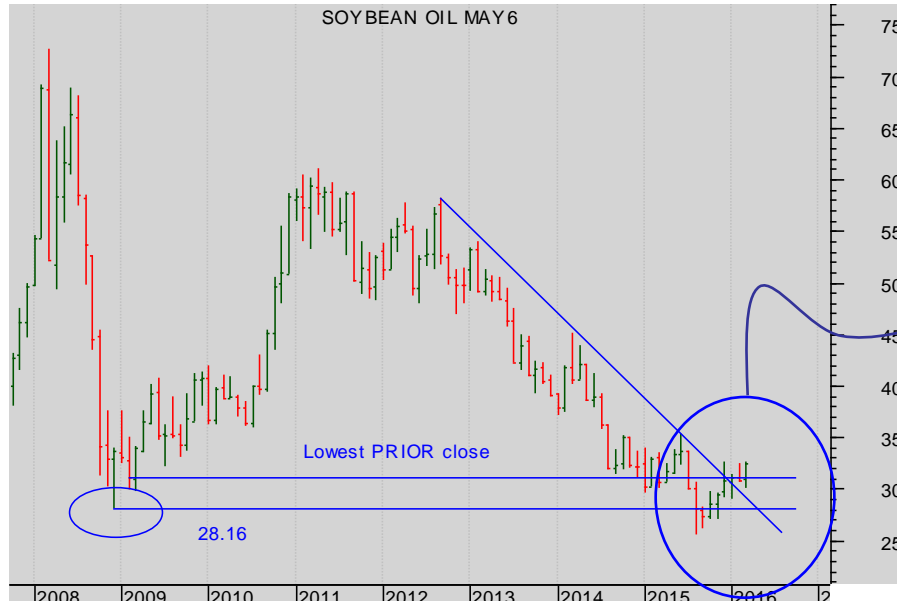
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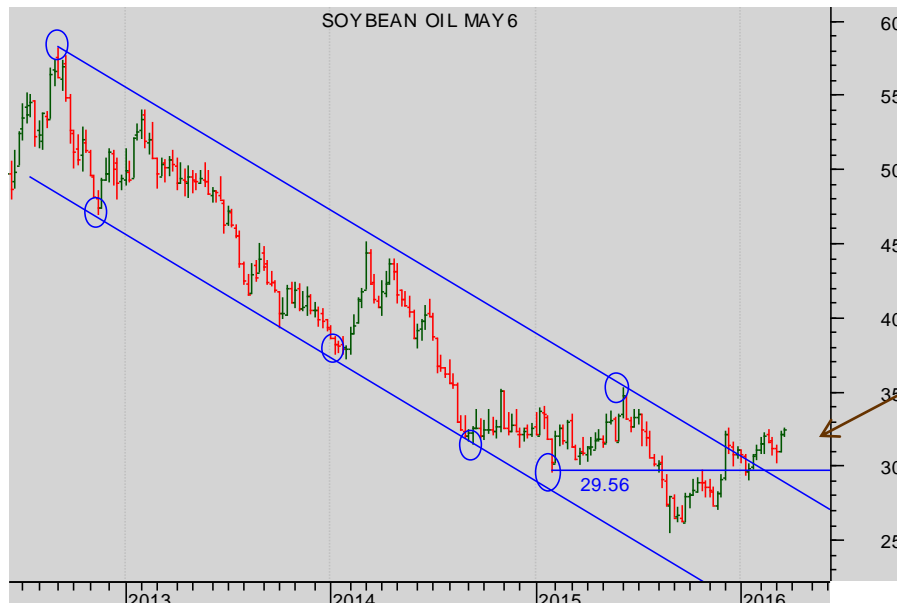
SOY: Soy Bean Oil



Monthly Chart Continuation:

No sustained close beneath 28.16.

And the market has risen sharply...



Weekly Chart – Continuation:

The break (beneath 29.56) was exciting. Even more so for the bulls was the retest of the break level and bounce.

The bulls are in charge - the structure of the bull move from August is sound, though for the moment there is no clear reversal signal....look closer.

More



SOY: Soy Bean Oil

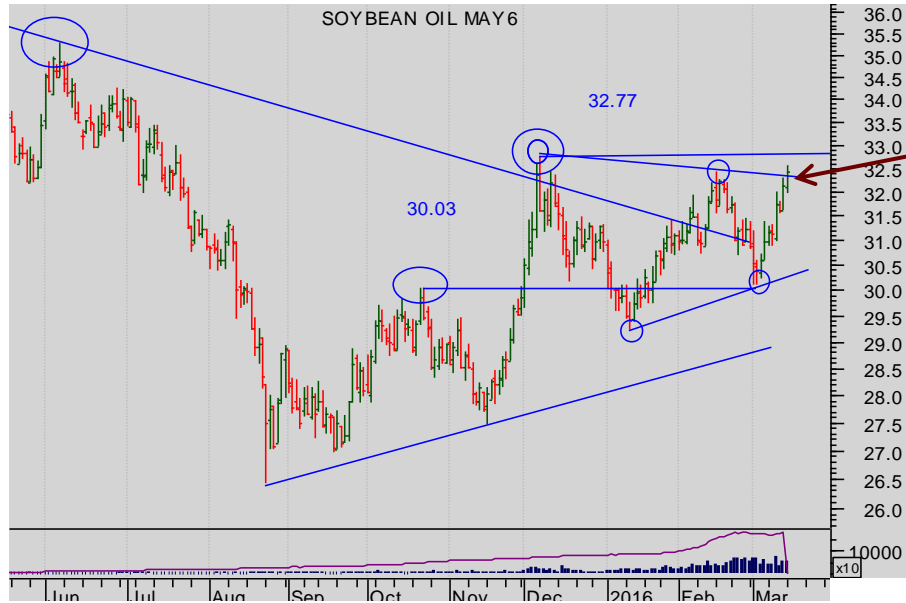
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Daily May 16 Chart

This is a completed triangle if the close is confirmed....

And a break of 32.77 would be a buy signal.

Watch and wait.



Summary

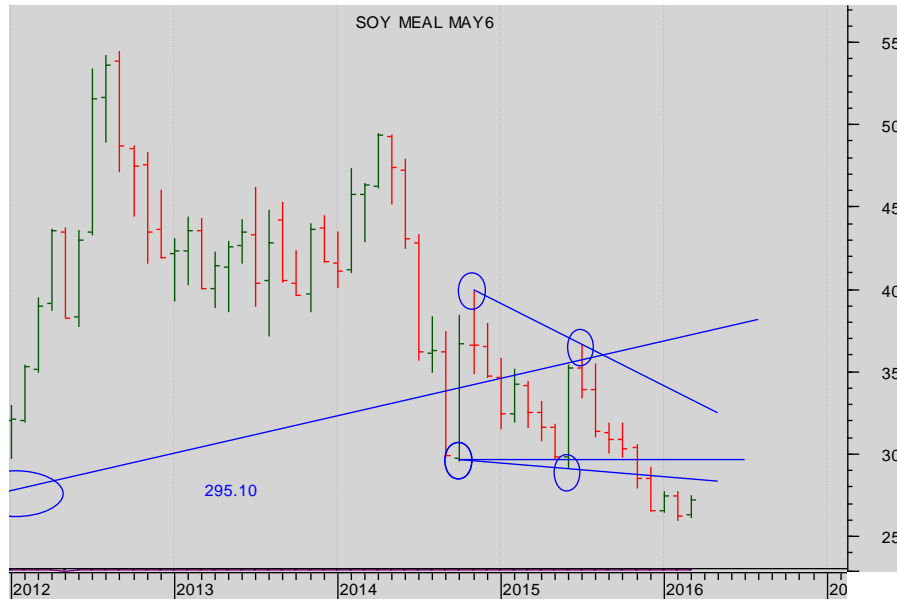
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SOY: Soy Bean Meal



Monthly Chart Continuation:

The market is in the grip of a powerful bear Triangle

The lows above the market will be good resistance on any rally.



Weekly Chart – continuation:

The powerful resistance at 385.

The clear break-down through the bottom diagonal signals the completion of a bear triangle. The minimum target is about 180

More



SOY: Soy Bean Meal

Summary

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Daily Chart May 16

Yet the market has (1) broken the band of resistance from the Prior lows and (2) the weakly-established diagonal downtrend resistance.

The market is vulnerable to more short-covering...(all the while remembering the powerful resistance at 285)



Summary

CORN and RAPESEED and WHEAT: *Last week : Corn and Rapeseed have bounced off Prior Lows; all three of these markets have room to bounce further before running into significant resistance that will either hold and confirm the fragility of the markets or break and build on bulls' hopes . Corn could retrace furthest. Rapeseed and Wheat are both close to resistance. The best bull bet is Wheat. .*

This week: We thought that Wheat was the best bull market and that was right and remains so. But Rapeseed has rallied too, to good resistance which if it broken would push the market up a good deal further still. Corn is less clear: as we said last week, it could rally further still without greatly changing the long and medium-term picture.

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OTHER : Corn



Monthly Cont. Chart

The break of the diagonal rising trend line support is clear.

So too is the resistance now above the market at the Prior Low at 406.25.

Better, for the bears, the market has broken the rising trend line support...

So the bears remain in charge.

More



OTHER : Corn

Summary

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Weekly cont. Chart

In greater detail. The sideways move since Sept 2014 is the main characteristic of the market.

But that sideways move has formed a bear parallel channel which has now broken.

But the bears will want to see a break beneath this 352 horizontal for additional confidence.

Daily bar chart May 16 contract



Note the good repeatedly powerful resistance at 375.

Bears need a break beneath 354.25 for short-term confidence.

(note the coincidence of levels from both the weekly chart and the daily (May 16 contract) makes that 352/4 level very important.)

Stand back.



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OTHER: Rapeseed

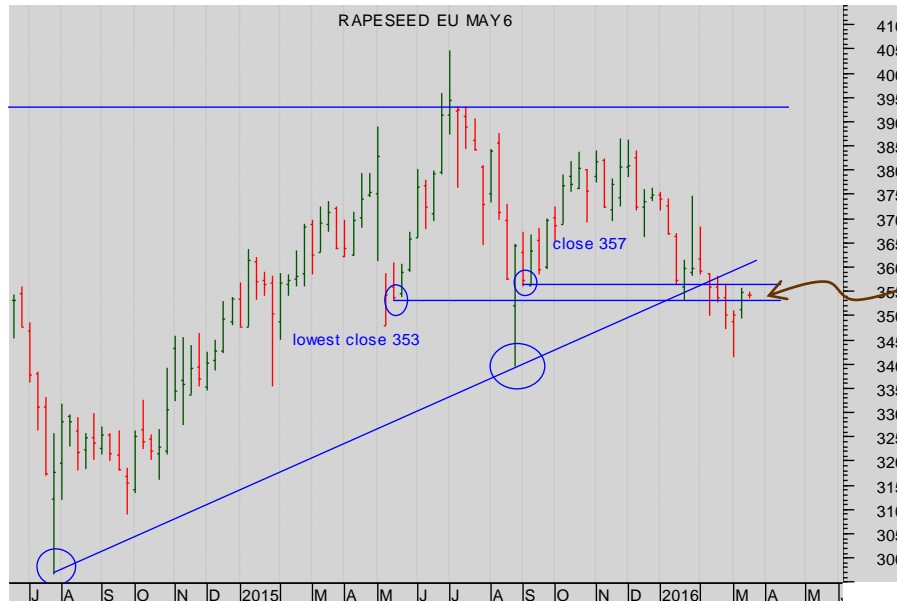


Monthly Chart Continuation:

Note the two failed rallies (at resistance 385 - 395) that was a selling opportunity.

But a break of the rising diagonal support is needed for bear confidence.

Look closer.



Weekly chart

Additional bear evidence is the break of the rising diagonal PLUS the lowest close in the two prior lows - a critical failure.

But the rally back may well throw that into doubt

More



OTHER: Rapeseed

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Daily May 16 Chart :

This is a very clear measure of the market's strength - watch the retracement to the combined resistance at 356 (horizontal and falling diagonal).

If that breaks the bulls will really get into their stride...

Not before. Watch and wait.



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OTHER: Wheat



Monthly Chart Continuation:

Historically the market has repeatedly bounced off the critical support of 434.

We are approaching closely.

Look closer



Weekly chart

In greater detail, there was a clear breakdown through the successive lows 480-460.75

Watch the rebound carefully. There should be good resistance 460-480...



Summary

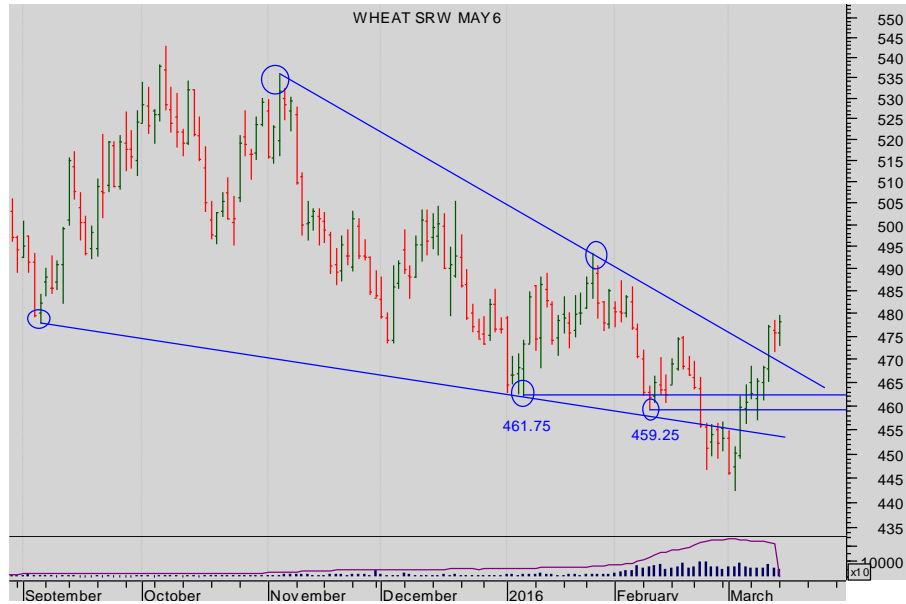
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OTHER: Wheat



Daily May16 futures Chart:

We were impressed by the confirmed break beneath 461.75/459.25 and the falling diagonal - then the retracement happened.

Its impressive the rally and taken in combination with the long-term monthly chart, suggests the bulls are in charge.

We are buyers on a weekly close above 480.



SEVEN DAYS AHEAD

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