



4th May 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

Disclaimer

Authorised and regulated
by the FCA



Summary

SOY Markets :

Leaving **SOY OIL** to one side for a moment, the case for a long or even medium-term reversals in the **SOY BEANS** or **SOY MEAL** is not yet made. Indeed the short-term retracements, violent and extensive though they have been, are at critical levels in both markets. Long-term bears have good opportunities for predatory selling with close stops. **SOY OIL** is powerfully underpinned, and may be closest to establishing a long-term reversal pattern. Current levels are on support and the price action should be

SOY: Soy Bean

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat



Monthly Chart continuation:

A reorientation is needed, the market lacks clarity and structure in the long-term.

Stand back.



SOY: Soy Bean

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat



Weekly Chart – Continuation:

The rally back is akin in scale to the rallies of Oct 2014, and Jun 2015.

A drive above 1054/1086 would create a multiple bottom and set up a test of 1207.

Until then we are in a trading range...



Daily Chart JUL16:

Note the power of the treble trigger for the bull move:

1. a simultaneous break of the 917 Prior Low horizontal bear trend resistance
2. And the break of the bear trend diagonal resistance
3. The completion of a multiple bottom.

But now the market is hesitating at the Prior High Pivot at 1018. Only a break above that will get the bulls going.



SOY: Soy Bean Oil

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat



Monthly Chart Continuation:

There was no sustained close beneath 28.16.

And the market has bounced sharply through the band of resistance and the falling diagonal resistance.



Weekly Chart – Continuation:

The bull trend remains intact.

Resistance at 38.13.

Support from the top of the triangle...

More



SOY: Soy Bean Oil

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat



Daily Jul16 Chart

The completed bull triangle drove the market to the Pivotal Prior High 34.75....

If 34.75 can be overcome then additional momentum is likely.

In the meantime look for good support at the top of the triangle...



Summary

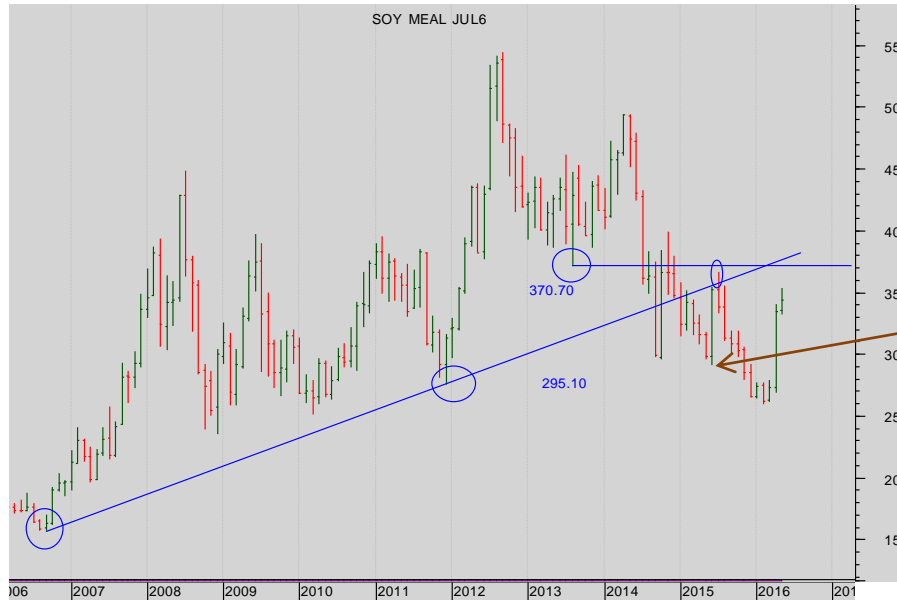
SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat

SOY: Soy Bean Meal



Monthly Chart Continuation:

The lows above the market 291-295 should have been good resistance on any rally.

They were not.

Next resistance is above the market at 370.70.



Weekly Chart – continuation:

The powerful resistances at 291-295 were smashed.

More



SOY: Soy Bean Meal

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat



Daily Chart Jul 16

We have been bullish as the market has:

- (1) broken the band of resistance from the Prior lows and
- (2) Broken the weakly-established diagonal downtrend resistance
- (3) And completed a H&S reversal..

This all produced a good deal more short-covering.

The market looks topy: bulls now need a break 335-350.



Summary

CORN and RAPESEED and WHEAT:

We argued last week that the attempted recent rallies of **Corn** and **Rapeseed** and **Wheat** have flopped without affecting the long-term bear trends. Now the short-term charts, showing all these markets to be near the top of short-term trading ranges, offer good short-term bear opportunities for attentive sellers.

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat

OTHER : Corn



Monthly Cont. Chart

The completion of the large top formation.

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

For the moment the bears remain in charge despite the long sideways move since June 2014.

More



Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat

OTHER : Corn



Weekly cont. Chart

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

But the bears will want to see a break beneath this 346 horizontal for additional confidence.

Wait for the break.

Daily bar chart May 16 contract



Note the good repeatedly powerful resistance at 382.

Stand back and note the solid resistance at the 382 level...

A confirmed triple failure at that level would encourage some bears..



Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat

OTHER: Rapeseed



Monthly Chart Continuation:

Note the two failed rallies (at resistance 392) that were a selling opportunity.

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

Look closer.



Weekly chart

Watch for a break beneath 339.25

More



OTHER: Rapeseed

Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat



Daily May 16 Chart :

The bull really needed the 369 Prior High to be overcome.

Taken with the weekly chart, the bears are in control while 369 remains intact.



Summary

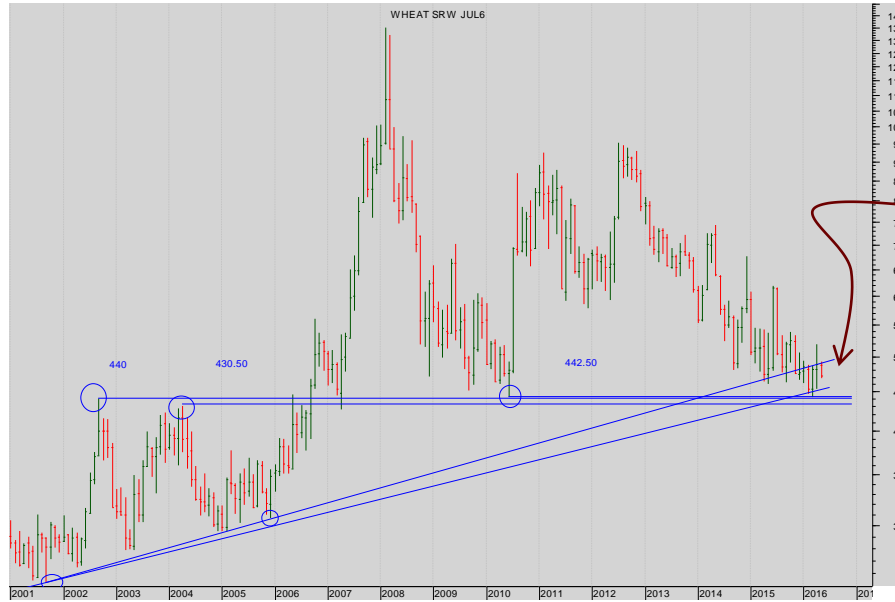
SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat

OTHER: Wheat





Summary

SOY

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

OTHER

- + Corn
- + Rapeseed
- + Wheat

OTHER: Wheat



Daily May16 futures Chart:

But the retracement above 483 was not sustained

There was not weekly close above that level.

So the bears remain in charge.



Weekly chart

In greater detail, the recent bounce has not been sustained.

The bears will have been encouraged, but in the short-term wait for a break beneath 449.50



SEVEN DAYS AHEAD

Authorised and Regulated by the FCA
124 REGENTS PARK ROAD LONDON NW18XL
TEL +44 (0) 7849 922573
E-MAIL msturdy@sevendaysahead.com,
WEB SITE SEVENDAYS Ahead.COM

The material and information set out in this research is not intended to be a quote of an offer to buy or sell any financial products. Any expression of opinion is based on sources believed to be reasonably reliable but is not guaranteed as to accuracy or completeness.

The material and information herein is general and for informational purposes only. Although Seven Days Ahead endeavours to provide useful information they make no guarantee as to the accuracy or reliability of the research.

The derivative market comprises volatility and considerable risks. To the maximum extent permitted by law no responsibility or liability can be accepted by Seven Days Ahead, any company or employee within its group for any action taken as a result of the information contained in this presentation. You are requested not to rely on any representation in this research and to seek specific advice from your accountant, legal adviser or financial services adviser when dealing with specific circumstances.

Seven Days Ahead is regulated by the UK Financial Conduct Authority.

[Back to main menu](#)