



Wednesday, August 12, 2015					
<i>COMMODITY</i>	<i>PERIOD</i>	<i>PRICE</i>	<i>WEEKLY MOVEMENT</i>		
<i>Corn CBOT</i>	<i>Sep</i>	<i>3.57</i>	↓	<i>15</i>	<i>cents</i>
<i>Soybeans CBOT</i>	<i>Sep</i>	<i>9.18</i>	↓	<i>70</i>	<i>cents</i>
<i>Wheat CBOT</i>	<i>Sep</i>	<i>4.92</i>	↓	<i>10</i>	<i>cents</i>
<i>Wheat Minn.</i>	<i>Sep</i>	<i>5.09</i>	↓	<i>6</i>	<i>cents</i>
<i>Wheat Kansas</i>	<i>Sep</i>	<i>4.75</i>	↓	<i>15</i>	<i>cents</i>
<i>Chicago Oats</i>	<i>Sep</i>	<i>2.27</i>	↓	<i>8</i>	<i>cents</i>
<i>Canadian \$</i>	<i>Sep</i>	<i>.7686</i>	↑	<i>1.00</i>	<i>points</i>

CORN:

The United States Department of Agriculture (USDA) released its monthly WASDE report on August 12 and the results sent most of the grains reeling. Corn yields were increased two bushels per acre from 166.8 from the July report to 168.8. The report also indicated a carryout of 1.713 billion bushels compared to 1.599 billion bushels in the July report.

On the charts: Following up from last week's comments, we quickly filled the gap at \$3.90 and immediately fell back to the \$3.50 level within two days. We have an expanding wave count that appears as a possible precursor of a trend reversal. This will only be apparent once the dust has settled and, if it works, we will see the results in a couple of weeks once this report date can be identified as a bottom area. For now, we have to respect the charts and realize that the U.S. markets are still entrenched in a downtrend. On the downside, support is seen at the \$3.50 level on the September corn contract, with major support at the \$3.20 area.

SOYBEANS:

The USDA report showed a surprise for the soybean crop as well. The carryout was pegged at .47 billion bushels up sharply from the July number of .425 billion.

On the charts: Once again, our recommendation was to sell above the \$10 level based on the September contract. We reached \$10.10 on the futures and reversed sharply before the report today (August 12) which pushed the contract another 60 cents to the downside. We are once again approaching the all- important \$9 level. From here we may see more of the same. A range-bound trade between \$9.00 and \$10.50 once again. A close below \$9 would confirm more pain as the next major support appears to be about a dollar lower on the lead month



contract. Major support is still seen at the \$9 level and major resistance at the \$10.60 based on the lead month. All three indicators are still negative.

WHEAT:

USDA's Crop Production report estimated total wheat production at 2.14 billion bushels. Of that, spring wheat accounts for 621 million bushels with a national average yield of 47 bushels per acre. Winter wheat production is seen at 1.44 billion bushels with an average yield of 44.1 bushels per acre

On the charts: Unlike corn and soybeans, the September wheat contract fared a little better as the futures closed down 15 cents after the report and managed to hover around that \$5 area for most of the session. With today's drop we also ran stops below the last pivot of \$4.88 made on June 19. With harvest in full swing and even completed in the Midwest, we could still see a re-test of the old lows around \$4.60.

The weekly charts are showing signs of good support levels around the \$4.60. Short term overhead resistance is seen at the \$5.50 area on the September contract while major resistance is seen at \$6.00. Support is around \$5 and again at \$4.60. Short term indicators are neutral but the main trend is still down.

HARVEST 2015 CROP CASH PRICES AS OF CLOSE August 12, 2015

SWW @ \$311.37/MT (\$8.47/bu), HRW @ \$246.90/MT (\$6.72/bu),
HRS @ \$221.59/MT (\$6.03/bu), SRW @ \$232.57/MT (\$6.33/bu).

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