



<b>Wednesday, October 5, 2016 Closing Prices</b>					
<i>COMMODITY</i>	<i>PERIOD</i>	<i>PRICE</i>	<i>WEEKLY MOVEMENT</i>		
<i>Corn CBOT</i>	<i>Dec</i>	<i>3.48</i>	↑	<i>19</i>	<i>cents</i>
<i>Soybeans CBOT</i>	<i>Nov</i>	<i>9.57</i>	↑	<i>12</i>	<i>cents</i>
<i>Wheat CBOT</i>	<i>Dec</i>	<i>4.05</i>	↑	<i>02</i>	<i>cents</i>
<i>Wheat Minn.</i>	<i>Dec</i>	<i>5.25</i>	↑	<i>16</i>	<i>cents</i>
<i>Wheat Kansas</i>	<i>Dec</i>	<i>4.15</i>	↓	<i>06</i>	<i>cents</i>
<i>Chicago Oats</i>	<i>Dec</i>	<i>1.84</i>	↑	<i>10</i>	<i>cents</i>
<i>Canadian \$</i>	<i>Dec</i>	<i>.7596</i>	↓	<i>0.40</i>	<i>points</i>

**CORN:** Looking back at the Labour Day weekend low, we may be looking at the bottom for 2016. We are now approaching the \$3.50 resistance level on the December corn contract and if we manage to close above that level, I feel we will see some fund short covering activity, which could catapult this market towards the \$3.70 - \$3.80 level. At this stage, it is too early to call a bottom; but it's looking more and more likely that we will be focusing on the \$3.01 September lows as the major support and a possible bottom.

Short term support is seen at \$3.25 on the December contract, while overhead resistance is seen at \$3.50 and again at the \$3.70- \$3.80 level on the lead month. The short term indicators are still positive, but the main trend is still down.

**SOYBEANS:** Soybeans are producing a pennant formation on our charts with support at the \$9.25 level on the November contract and a sloping trend-line showing overhead resistance around the magical \$10 level on the lead month. The charts on the soybeans are not as encouraging as the spring wheat or the corn. If harvest numbers show yield surprises and the \$9.25 support is negated, we could see lower prices before the November contract expires. Although we seem to have found good support in the \$9.25 range for the past two months, we have a red sell signal from last week that is of concern. Meanwhile, support is still seen at the \$9.25 level and overhead resistance is seen at the \$10 mark on November.

The main trend is still down.

**WHEAT:** Our Minneapolis wheat contract has performed very well over the past few weeks and as we received a red buy signal, September 29 on the spring wheat contract. We are currently trading 45 cents per bushel higher than our \$4.80 Labour Day low as we closed out today at \$5.25 on the Minneapolis December chart. According to the charts, there is initial resistance at just above here at the \$5.35 level on the December Minneapolis contract; but if we manage to close above that level we should challenge the \$5.45 - \$5.50. The Chicago wheat has not fared as well, but we are finally moving back above the \$4 mark and at some point we may actually see a good rally from the funds covering their short positions. The Chicago wheat will



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eventually follow the Minneapolis if this rally is sustained. Like the other grains, the Labour Day weekend is proving to be the bottom in the wheat so far, but to confirm this, we need to see those levels hold on any kind of a re-test in the coming weeks.

Support is seen at \$3.60 - \$3.80 on the Chicago contract, while serious overhead resistance is at \$4.25 and again at \$4.50 based on the December contract. The main trend is still down.

### **2016 CROP CASH PRICES** as of **close** on **October 5, 2016**

SWW @ \$169.31/MT (\$4.61/bu), HRW @ \$166.89/MT (\$4.54/bu),  
HRS @ \$205.34/MT (\$5.59/bu), SRW @ \$169.31/MT (\$4.61/bu).

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