



<i>Wednesday, October 26, 2016 Closing Prices</i>					
<i>COMMODITY</i>	<i>PERIOD</i>	<i>PRICE</i>	<i>WEEKLY MOVEMENT</i>		
<i>Corn CBOT</i>	<i>Dec</i>	<i>3.54</i>	↓	<i>03</i>	<i>cents</i>
<i>Soybeans CBOT</i>	<i>Nov</i>	<i>10.10</i>	↑	<i>31</i>	<i>cents</i>
<i>Wheat CBOT</i>	<i>Dec</i>	<i>4.11</i>	↓	<i>09</i>	<i>cents</i>
<i>Wheat Minn.</i>	<i>Dec</i>	<i>5.25</i>	↓	<i>06</i>	<i>cents</i>
<i>Wheat Kansas</i>	<i>Dec</i>	<i>4.17</i>	↓	<i>08</i>	<i>cents</i>
<i>Chicago Oats</i>	<i>Dec</i>	<i>2.10</i>	↑	<i>01</i>	<i>cents</i>
<i>Canadian \$</i>	<i>Dec</i>	<i>.7490</i>	↓	<i>1.30</i>	<i>points</i>

**CORN:** Corn moved sideways the week of October 24, however, we still expect to see a move towards the \$3.70 - \$3.80 level on the December contract. Seasonally, we usually see firm prices into the first part of November, so I still expect to reach our target of \$3.70 before we see softer prices going into December. A sloping uptrend support line shows good support at the \$3.30 level on December while our overhead resistance is a wide band from the \$3.60 - \$3.80 range. Our red buy signal from September 12 is still intact, but we have yet to receive one on the weekly chart. The short term indicators are still positive, but the main trend is still down.

**SOYBEANS:** Soybeans continued their upward march and we have now reached and exceeded our overhead resistance of \$10 on the November contract. We also received a red buy signal but only on the daily chart. This indicates to me that we could actually see more upside, but it is only a minor buy signal in a downtrend. The first notice day for the November contract is Tuesday, November 1, so we will be switching to the January contract beginning Friday, October 28. Meanwhile, support is still seen at the \$9.25 level, and overhead resistance is now our next target of \$10.35 on the November contract possibly before that contract expires. Even though we have a minor buy signal, we must keep in mind that the intermediate and primary trends are still down.

**WHEAT:** The wall of resistance at last week's target of \$4.25 was exactly on cue. After hitting \$4.27 and closing at \$4.21 the retreat was underway as the price of the December contract in Chicago slipped back to the \$4 floor once again. It seems almost certain that prices will not stray too far to the upside in the next couple of weeks as we will need to firmly penetrate and close above the \$4.25 ceiling before our next major obstacle of \$4.40 is even in our sights. If we reach the \$4.40 on the December contract it will be a good level for those of you who are looking at a place to sell some wheat. Meanwhile, we have mixed signals once again as our minor trend is up while our intermediate and primary trends are still down. Support is seen at the \$4 level on the lead month contract with major support at \$3.60 on the December Chicago contract.



## Ontario Grain Market Commentary for October 26, 2016

### **2016 CROP CASH PRICES** as of **close** on **October 26, 2016**

SWW @ \$175.24/MT (\$4.77/bu), HRW @ \$172.78/MT (\$4.70/bu),  
HRS @ \$209.16/MT (\$5.69/bu), SRW @ \$175.24/MT (\$4.77/bu).

Marty Hibbs, Grain Farmers of Ontario