



<i>Wednesday, November-09, 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>3.41</i>	↓	<i>06</i>	<i>cents</i>
<i>Soybeans CBOT</i>	<i>Jan</i>	<i>9.91</i>	↑	<i>04</i>	<i>cents</i>
<i>Wheat CBOT</i>	<i>Dec</i>	<i>4.07</i>	↓	<i>10</i>	<i>cents</i>
<i>Wheat Minn.</i>	<i>Dec</i>	<i>5.15</i>	↓	<i>03</i>	<i>cents</i>
<i>Wheat Kansas</i>	<i>Dec</i>	<i>4.10</i>	↓	<i>05</i>	<i>cents</i>
<i>Chicago Oats</i>	<i>Dec</i>	<i>2.23</i>	↓	<i>03</i>	<i>cents</i>
<i>Canadian \$</i>	<i>Dec</i>	<i>.7480</i>	↑	<i>0.10</i>	<i>points</i>

CORN: The United States Department of Agriculture (USDA) report was released on November 9 and the most noticeable change was the corn yields, increasing two bushels per acre from expectations. Total production increased about two million bushels and U.S. carryout for the year was 2.403 billion bushels, compared to an expected 2.30 billion bushels. Meanwhile, the Chicago futures did slip back towards the \$3.35 level that we mentioned last week as we closed out the trading session at \$3.40 on the December contract. We should find support at this level, but failure to stay above the \$3.35 on a close would signal further weakness and a possible move back toward the contract lows around the \$3.15 level on the December contract. A sloping uptrend support line shows good support at the \$3.35 level on December while our overhead resistance is still the same wide band from the \$3.60 - \$3.80 range. The short term indicators are still positive, but the main trend is still down.

SOYBEANS: The USDA soybean report was in line with expectations with regard to the yields and carryout. However, the big surprise was in both the U.S. and global carryouts. The U.S. carryout was 480 million bushels versus an estimated 420 million. The global carryout came in at 81.5 million tonnes vs. an estimated 76.98 million tonnes. The January futures closed down 20 cents per bushel after the report at \$9.91 per bushel on Chicago. Initial overhead resistance is now at \$10.30, while support is seen on the January contract at the \$9.70 level and again at the important \$9.25 - \$9.40 area. A close below \$9.25 could set us up for further price deterioration and a test of the \$8.50 lows of 2016. Although we have seen a minor bounce in prices, we must keep in mind that the intermediate and primary trends are still down.

WHEAT: The USDA report showed little in the way of surprises for the U.S. wheat carryout but the global carryout was adjusted upward slightly from the October report with a carryout of 249.2 million tonnes worldwide compared to 247.85 tonnes in October. The weakness from the corn seemed to spill over into the wheat pit as the price for the December wheat contract closed out the session at \$4.07. Although we are still in our trading range of \$4.00 to \$4.30 that we have spoken of last week, this is pressuring the charts. If we close below \$4.07, we could see a test of the contract lows going into the first notice day for December. Our overhead resistance remains at \$4.25 and \$4.40 while initial support is seen at the \$3.85- \$4 level on the



Ontario Grain Market Commentary for November 9, 2016

December Chicago contract. Short term indicators still show hope for higher prices but both intermediate and primary trends are still down.

2016 CROP CASH PRICES as of close on November 9, 2016

SWW @ \$172.89/MT (\$4.71/bu), HRW @ \$170.43/MT (\$4.64/bu),
HRS @ \$203.58/MT (\$5.54/bu), SRW @ \$172.89/MT (\$4.71/bu).

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