



<b>Wednesday, June 13, 2018 Closing Prices</b>					
<i>COMMODITY</i>	<i>PERIOD</i>	<i>PRICE</i>	<i>WEEKLY MOVEMENT</i>		
<i>Corn CBOT</i>	<i>July</i>	<i>3.76</i>	↓	<i>02</i>	<i>cents</i>
<i>Soybeans CBOT</i>	<i>July</i>	<i>9.36</i>	↓	<i>58</i>	<i>cents</i>
<i>Wheat CBOT</i>	<i>July</i>	<i>5.17</i>	↓	<i>03</i>	<i>cents</i>
<i>Wheat Minn.</i>	<i>July</i>	<i>5.84</i>	↓	<i>13</i>	<i>cents</i>
<i>Wheat Kansas</i>	<i>July</i>	<i>5.40</i>	↓	<i>01</i>	<i>cents</i>
<i>Chicago Oats</i>	<i>July</i>	<i>2.32</i>	↓	<i>08</i>	<i>cents</i>
<i>Canadian \$</i>	<i>June</i>	<i>.7680</i>	↓	<i>0.41</i>	<i>points</i>

### **Corn:**

The correction continued this week as we reached our downside target of \$3.65 as suggested in last week's commentary. The corn chart still looks weak and even if we bounce from these levels, there is a very good chance we will revisit them again in the coming weeks. This action has now given us a new overhead resistance for the short term. The \$3.90 level on the July contract is the new resistance level and my guess is that we will move higher to that level before we re-test the recent lows of the \$3.55 - \$3.65 zone.

Our short term indicator is still bearish while our intermediate remains slightly bullish. All of this really doesn't matter as long as the long term trend is still negative.

A definitive close above \$4.50 will confirm the primary trend moving from neutral to bullish mode.

Current overhead resistance is still seen at the \$3.90 - \$4 level on July, while support is seen at the \$3.55 - \$3.65 level.

### **Soybeans:**

Soybeans were under attack and we did indeed dropped back to the \$9.40 level as the July futures are testing the support level and an intermediate trend line. The charts are proving to be negative in the near term as we received a short term red sell signal on the re-test of the \$9.40 trend line. This does not look promising as we may now see more selling which could move us back towards the 2017 lows near \$9 and possibly even the long anticipated \$8.50 lows of 2016.



Short term indicators are negative, while the intermediate trend, as indicated on the weekly chart, is neutral to bullish. The primary trend needs to see a close above the \$10.80 level on the lead month futures contract to reverse the six-year-old bear market in soybeans. Until we have a convincing close above that level, the primary trend remains down.

### **Wheat:**

Our May 30 commentary suggested that the \$5.55 area would result in stiff resistance and that we would pull back to the \$4.80 - \$5 level before another attempt at the \$5.55 level.

We closed June 13 at \$5.17 and it looks like we may see the \$4.80 - \$5.00 support level tested before we make another attempt at the \$5.55.

Solid support is seen at \$4.80 on the July contract and our resistance is the May 29 high at the \$5.55 level. Once we clear that hurdle, we are set to challenge our \$5.75 target.

Short term indicators are neutral while the primary trend is mildly bullish.

**Harvest 2018 Grain prices** as of the close, **June 13, 2018** are as follows:

**SWW** @ \$242.48/MT (\$6.60/bu), **HRW** @ \$244.87/MT (\$6.66/bu),

**HRS** @ \$232.91/MT (\$6.34/bu), **SRW** @ \$241.42/MT (\$6.57/bu).

Marty Hibbs, Grain Farmers of Ontario