



Wednesday, August 1, 2018 Closing Prices					
COMMODITY	PERIOD	PRICE	WEEKLY MOVEMENT		
Corn CBOT	Sep	3.66	↑	07	cents
Soybeans CBOT	Sep	8.91	↑	25	cents
Wheat CBOT	Sep	5.60	↑	17	cents
Wheat Minn.	Sep	6.06	↑	19	cents
Wheat Kansas	Sep	5.63	↑	23	cents
Chicago Oats	Sep	2.39	↑	07	cents
Canadian \$	Sep	.7700	↑	0.38	points

Corn:

Last week we were convinced of a good rebound and were looking for at least \$3.70; this was realized since that last commentary was published. We also received a red buy signal which further strengthened our outlook. Going forward, we see resistance at the \$3.80 - \$3.90 level on the September contract with much tougher resistance at the \$4.10 level on the lead month futures.

Major support is still seen at the \$3.30 level.

Short term indicators are now positive but the primary trend is still down.

Soybeans:

Soybeans held their important support level from last week, and as anticipated we did get the bounce we spoke of in our last commentary, rising almost a full dollar per bushel on the September contract since July 16. We hit the \$9.10 level on the September futures July 31 before settling back below the \$9 level. We also received a red buy signal which looks positive for the short haul.

Our next target is \$9.40 then \$9.75 before we hopefully challenge the all-important \$10 level on the lead month futures. As I mentioned in our last commentary, unless there are more surprises from the Trump camp, I feel the worst is behind us.

Short term indicators are looking positive with immediate overhead resistance is at the \$9.75 - \$10 level while initial support is seen at the \$8.75 level based on the September futures. Our \$8.20 lows are very critical at this point and a retest of this area, although not expected, would not be a good sign technically. The primary trend remains down.



Wheat:

Wheat is behaving exactly as expected. We are marching toward our \$5.80 - \$6 target and hope to reach it soon. Once we are there, I would expect some significant resistance and a decent correction. I am, however, still of the belief that we have turned the corner on the bear market and that we are now in a neutral to bullish market which according to my analysis, could last for several years. This does not mean that we could not move back to the \$5 area but it does look like we should see a steady move higher in the coming months and into 2019.

Support is now seen at \$5 while overhead resistance is pegged at the \$5.80 - \$6 area based on the September futures.

Short and intermediate term indicators are now positive while the primary trend is neutral, and it has now moved back above the 10-year-old downtrend line.

Harvest 2018 Grain prices as of the close, **August 1, 2018** are as follows:

SWW @ \$254.28/MT (\$6.92/bu), **HRW** @ \$261.44/MT (\$7.12/bu),

HRS @ \$249.51/MT (\$6.79/bu), **SRW** @ \$259.05/MT (\$7.05/bu).

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