

Futures Prices as of close, May 22, 2019			
Commodity	Period	Price	Weekly Movement
Corn CBOT	July	3.94	↑ 25 cents
Soybeans CBOT	July	8.28	↓ 07 cents
Wheat CBOT	July	4.72	↑ 25 cents
Wheat Minn.	July	5.43	↑ 23 cents
Wheat Kansas	July	4.32	↑ 31 cents
Oats CBOT	July	3.10	↑ 20 cents
Canadian \$	Jun	0.7452	↑ 0.05 points

Corn:

The July futures catapulted on short covering after the expiry of the May futures. We immediately headed toward the overhead resistance mentioned in our last commentary at the \$3.80 - \$4 level. We hit a high of \$3.96 before settling back to the \$3.94 on July. We did, however, receive a red buy signal last week, but I feel we will rest before we try the \$4 resistance again. The markets have taken on a bullish tone although most of it can be contributed to fund buying to lock in their profits.

Good support is now seen at \$3.60 and our overhead resistance is now \$4 - \$4.20 on the July futures. However, I expect a move back to the \$3.60 range in the coming week before we challenge the \$4.20 trend line. All indicators are mixed with both short and intermediate trends seeing red buy signals. The primary trend is still down.

Soybeans:

Soybeans did not fare as well as the other grains and continue to be pressured. We are still eyeing the \$7.80 - \$8 levels on July for support. This overhead resistance should prove to be significant and unless we get convincingly through the \$9 level on a close, the chances of us visiting the \$8 level once again is compelling.

Support is still at the \$7.80 - \$8 level on July while the overhead resistance stands at the \$8.50 level.

All indicators are still negative and the primary trend is still down.

Wheat:

Wheat behaved well this week and as expected rebounded nicely on short covering after the May contract expired. The explosive move took us to our upside target of \$.80 and beyond before settling back to close below the resistance. This indicates to me that we may be in for a pullback and consolidation before we attempt the all-important \$5 handle on the July contract. We did receive a red buy signal this week which is very encouraging going into the month of June and early harvest. We tested the \$4.20 level on the July futures once again before confirming its support with an 80 cent rally. I am expecting a little more weakness in the coming week and a possible test of the \$4.50 level on the July futures.

Good support is still seen at the \$4.20 level on the July futures and our overhead challenge is now at the \$5 level on the July futures. Indicators are mixed with a primary trend being neutral.

Marty Hibbs, Grain Farmers of Ontario

Cash Grain prices as of the close, **May 22, 2019** are as follows:
SWW @ \$235.75/MT (\$6.42/bu), HRW @ \$248.09/MT (\$6.75/bu),
HRS @ \$245.12/MT (\$6.67/bu), SRW @ \$230.83/MT (\$6.28/bu).