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# Agriculture Daily Report

Thursday, March 31<sup>st</sup> ,2016

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**Corn** remains in a downtrend and we remain bearish below trend line resistance. Expect further weakness below 363'3.

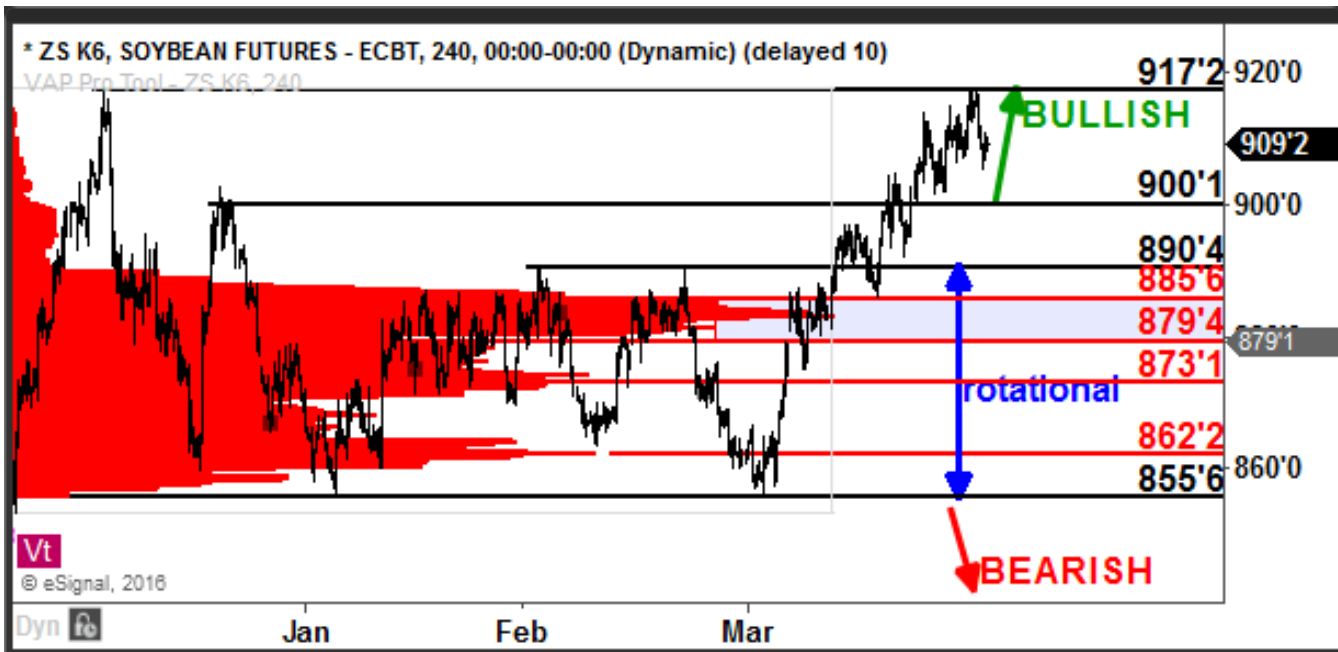


**Wheat** has been rejected at the 475'6 level and has traded back into support at 456'5, which if broken, favors a continuation lower into early March lows. Should 456'5 hold as support, it would favor a move back into 475'6-486'2 zone which should be a formidable area of resistance.



**Soybeans** Has moved back above 900'1 and into 917'2 where we can expect either a pause or pullback. We favor further bullish action while above 900'1.

ZS	May Contract	240 min Chart	Volume-at-Price overlay
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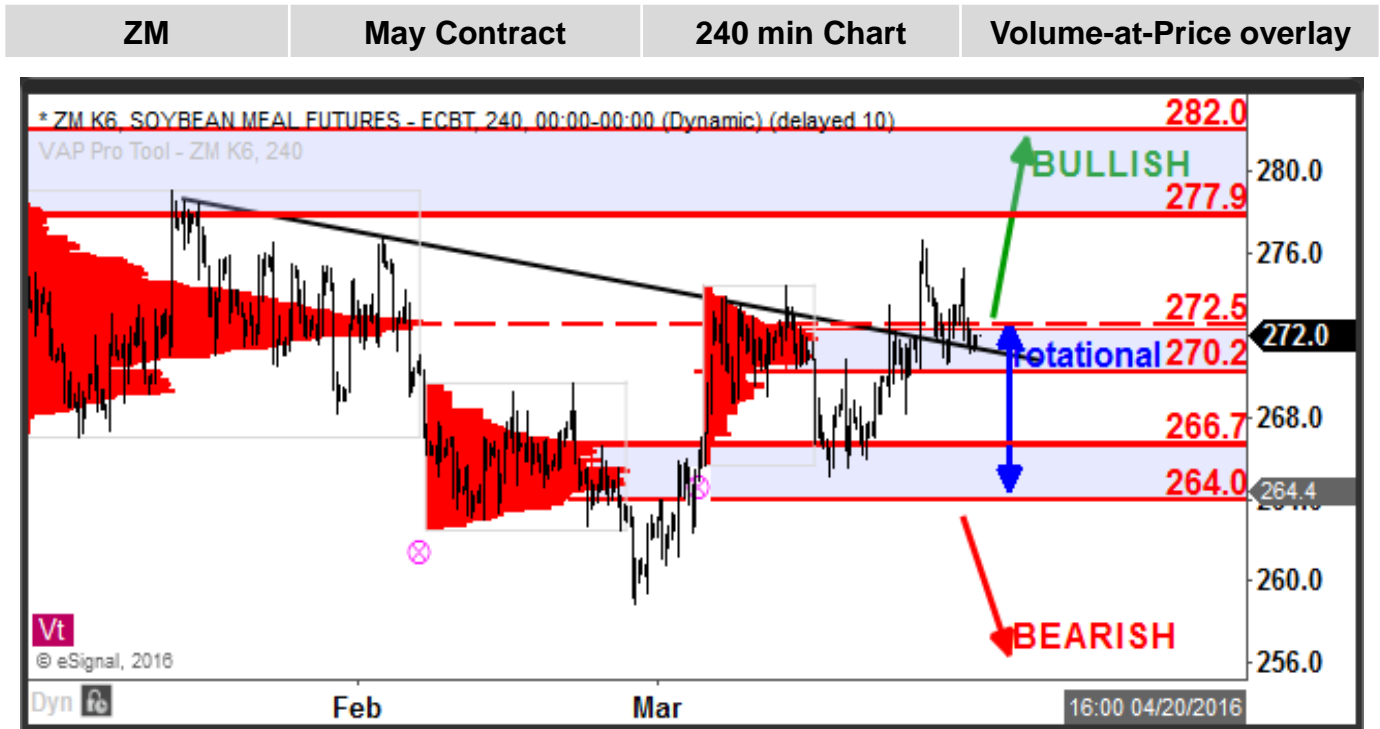


**Soybean Oil** has extended higher above trend line resistance therefore we expect this upside move to exhaust itself fairly soon with 32.40 shifting higher as support. A break back inside the channel would indicate a near-term top as well.

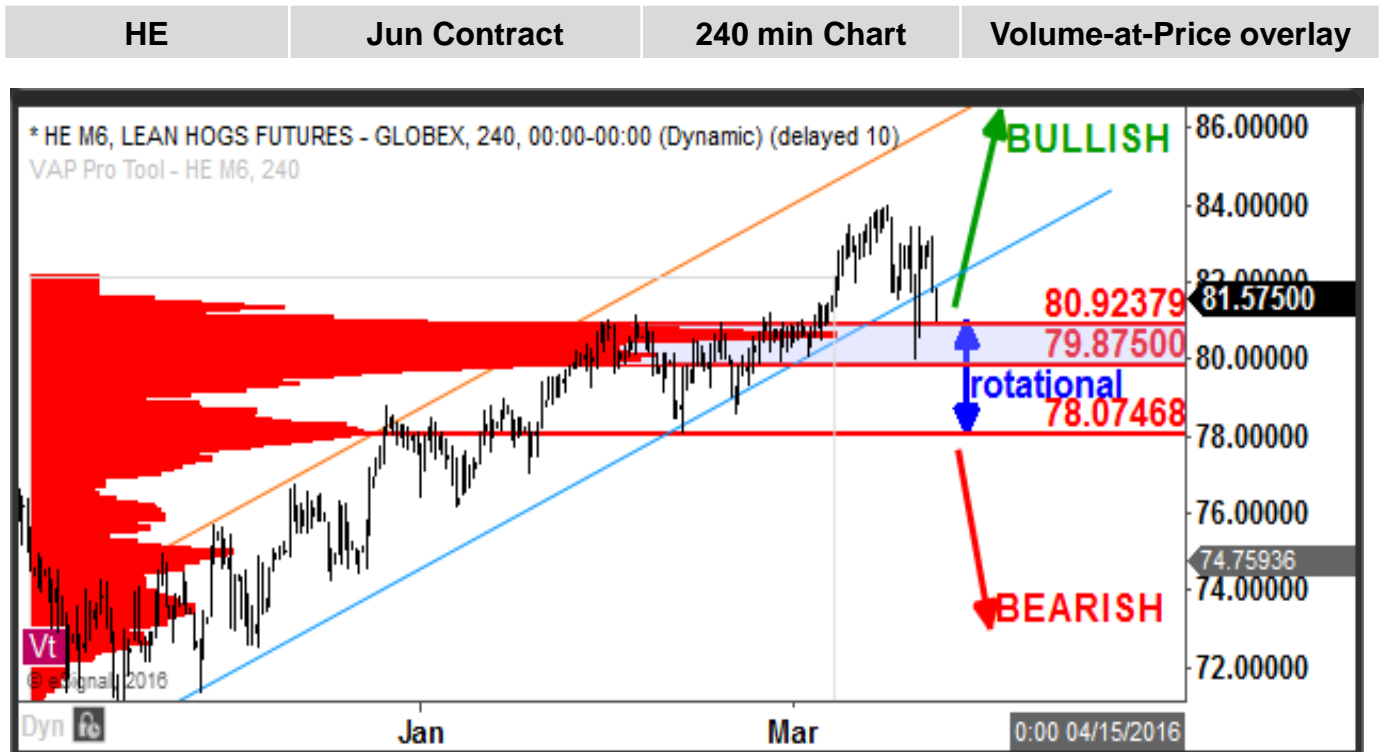
ZL	May Contract	240 min Chart	Volume-at-Price overlay
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**Soybean Meal** has bounced off support at 272 on a retest, which if held as support, targets 277.9-282.0.

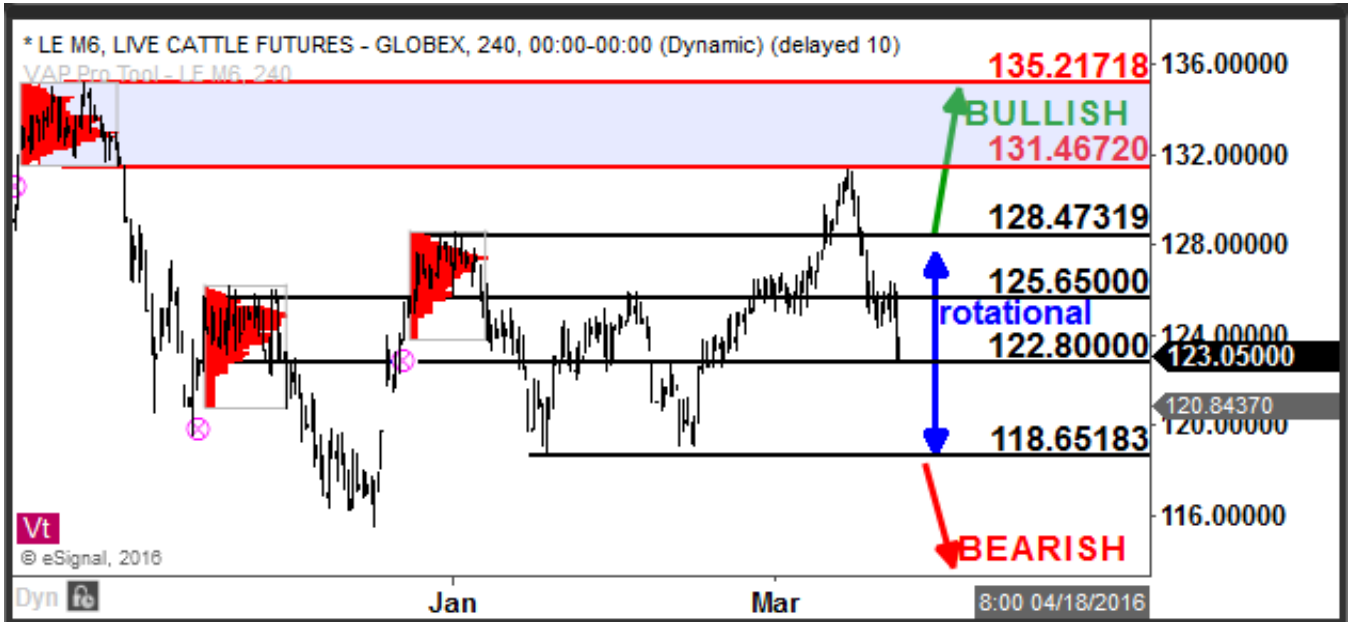


**Lean Hogs** has pulled back into HVA support at 79.875-80.923 and has now bounced. We favor further bullish action above 80.92 targeting the top of the channel.



**Live Cattle** We favor a further pullback below 128.47 as the near-term bias is now rotational.

LE	Jun Contract	240 min Chart	Volume-at-Price overlay
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# Core Methodology

In performing our analyses and making trading decisions, Lakefront Futures & Options, LLC utilizes volume-at-price information and the concepts of Auction Market Theory. Volume-at-price is a valuable tool similar in some ways to Market Profile, which utilizes time-at-price. Volume-at-price is displayed as a histogram along the price (vertical) scale and builds across the chart as traded volume occurs at each price. This view is sometimes referred to as a volume profile or VAP (volume-at-price) profile.

Volume-at-price analysis provides valuable information about what prices have seen the heaviest institutional interest and can give insight into where the smart money is accumulating and distributing. While traditional indicators are often simply derivations of price information, volume-at-price provides unique additional information that is not available to traders only using traditional technical analysis methods.

By applying volume profiles to specific areas of the chart, information can be drawn out of the price action identifying areas of support and resistance as well as trend information. We refer to the areas of heaviest volume within the volume profile histogram as high-volume areas, or HVA's. The location of HVA's and the price action around them are determinants in forming trade setups and determining expectations and the probabilities of subsequent price action.

Volume-at-price analysis is applicable and useful at all degrees of scale, from weekly charts to 1-minute charts and everything in between. Performing this type of analysis in multiple timeframes allows us to integrate the broad view of what the market is doing with the immediate movements at a more granular level. This allows us to take positions that not only have favorable odds of success but that also have very favorable risk/reward metrics.

In performing our analyses for our published reports as well as for our trading calls, we focus only on opportunities that have a minimum expected reward/risk ratio of 2-to-1 or better.

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