

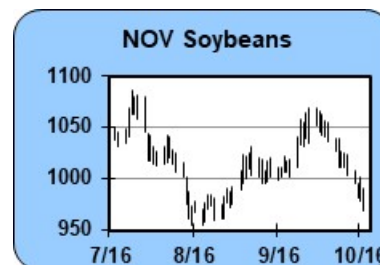
DAILY SOY COMPLEX COMMENTARY

10/18/2024

Strong close yesterday suggests corrective bounce

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):
SOY BEANS +0.0, BEAN OIL +0.0, SOYMEAL +0.4

OVERNIGHT DEVELOPMENTS: Soybeans (NOV 24) prices overnight are up 3; Soymeal (DEC 24) up 4.20; and Soyoil (DEC 24) down -0.15. Soybean open interest as of October 17 was down 4,992 contracts, soymeal up 3,961 contracts, and soybean oil up 9,010. Chinese Dalian (JAN 25) Soybeans down 0.13%, Soymeal down 0.77%, Soyoil unchanged, Palm oil up 0.20%. Malaysian Palm was down 0.54%.



NEAR-TERM MARKET FUNDAMENTALS: Yesterday's market rebound was overdue after the \$1.00 a bushel selloff since the 1st of the month pulled prices down to oversold levels. Open interest finally pulled back after rising all week. There was no major fundamental change yesterday to account for the rebound (maybe slightly less rain coverage in Brazil next week?) but fund short covering is likely to be a feature today and if November beans close higher on the day, yesterday's reversal up will be confirmed and suggest further upside potential. US beans are the cheapest origin through January. China bean harvest is 83% complete. NOAA says La Nina development may bring more precipitation to the Great Lakes and Ohio Valley regions, potentially boosting Mississippi River levels. But the US Plains are expected to remain in an overall dry pattern. This morning's delayed weekly export sales are expected in a range of 1,000,000-2,200,000 tonnes on beans, 150,000-400,000 tons for meal and 0-20,000 tonnes for bean oil. Dry weather across the US Midwest will continue over the next 5 days with rains limited to the far southwestern belt. The 6 to 10 day shows normal precipitation for the bulk of Midwest and above normal temperatures. Perhaps some of this week's weakness is due to betting sites showing Trump leading the presidential race, raising worries he will place tariffs on Chinese goods if elected. November beans reversed higher yesterday from oversold levels and a higher close today would improve the short-term technical outlook. Further short covering is expected if the market can hold its gains in the face of weekend harvest hedge pressure today.

TODAY'S MARKET IDEAS:

The US Dollar has closed higher 12 of the last 14 sessions and hit its highest level since August 2nd. Even so, US bean prices are still the cheapest through the end of the year. Yesterday's technical reversal higher would be confirmed with a higher close today on November beans, which would point to a rally to 1st resistance at 1006 and possibly retracement resistance at 1019.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None

SOYBEAN COMPLEX TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

SOYBEANS (NOV) 10/18/2024: Daily stochastics are trending lower but have declined into oversold territory. The close below the 9-day moving average is a negative short-term indicator for trend. The upside closing price

reversal on the daily chart is somewhat bullish. The market has a slightly positive tilt with the close over the swing pivot. The next downside target is now at 961 1/4. The next area of resistance is around 1000 1/4 and 1007 1/4, while 1st support hits today at 977 1/4 and below there at 961 1/4.

SOYBEAN OIL (DEC) 10/18/2024: Stochastics trending lower at midrange will tend to reinforce a move lower especially if support levels are taken out. The close below the 9-day moving average is a negative short-term indicator for trend. The upside closing price reversal on the daily chart is somewhat bullish. Market positioning is positive with the close over the 1st swing resistance. The next downside objective is now at 41.18. The next area of resistance is around 43.17 and 43.51, while 1st support hits today at 42.01 and below there at 41.18.

SOYMEAL (DEC) 10/18/2024: Momentum studies are declining, but have fallen to oversold levels. The market's close above the 9-day moving average suggests the short-term trend remains positive. The market's close above the 2nd swing resistance number is a bullish indication. The next downside target is 309.7. The next area of resistance is around 321.6 and 323.7, while 1st support hits today at 314.6 and below there at 309.7.

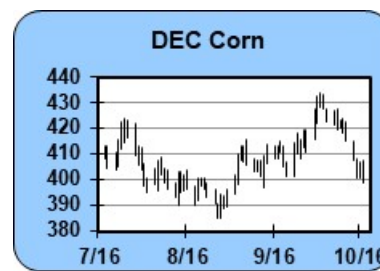
DAILY CORN COMMENTARY

10/18/2024

Reversal off support points to upside recovery

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):
CORN +0.2

OVERNIGHT DEVELOPMENTS: Corn (DEC 24) prices overnight are up 1 1/2. Corn open interest as of October 17 was up 14,675 contracts. Chinese Dalian (JAN 25) Corn was down 0.59%.



NEAR-TERM MARKET FUNDAMENTALS: December corn dipped down below \$4.00 support yesterday but reversed higher and closed near the highs of the day. Significant export demand this week on market weakness was just what the bull camp wanted to see with US prices the cheapest through January. Interestingly, open interest jumped another 15,000 contracts yesterday on the bounce and is now up more than 90,000 contracts on the week. China's September corn imports were 310,000 tonnes down 81% year-over-year and year-to-date imports are down 22.5%. French harvest is now 13% done, still way behind the 5-year average of 55%. Recent rains in Argentina have restarted corn planting which is now pegged at 24.3% complete. This morning's weekly export sales are expected in a range of 1,200,000-2,200,000 tonnes. Normal precipitation is expected in the Midwest in the 6 to 10 day timeframe except for the far western belt and the 8 to 14 day outlook is very similar. Yesterday's dip down to 399 on December corn uncovered buyers and a higher close today would confirm at least an interim low has been made. Prices may have fallen far enough and with harvest moving past the halfway mark, hedge pressure likely peaked this week. Prices appear ready to move back higher.

Ethanol average daily production for the week ending October 11 averaged 1.042 million barrels. This is a new high daily production for this week of the year. The previous high was 1.035 million barrels per day in 2023. This was up 0.4% from last week and up 0.7% from last year. The 5-year average for this week is 0.998 million barrels per day. Ethanol production for the week was 7.294 million barrels. Ethanol stocks were 22.275 million barrels. This was up 0.5% from last week and up 5.5% from last year. The 5-year average stocks for this week is 20.974 million barrels. The amount of corn used for the week is estimated at 105.13 million bushels. Cumulative corn use for the crop year has reached 611.782 million bushels. Corn use needs to average 104.53 million bushels per week to meet the USDA's marketing year forecast of 5.450 billion bushels.

TODAY'S MARKET IDEAS:

Earlier in the week, December corn price action was disappointing after the large export sales but yesterday buyers finally surfaced and December reversed higher. US harvest, South American weather improvements, weak energy prices and the strong US Dollar are all negatives but may be now factored in. Today's question is whether corn can hold a rally in the face of weekend harvest hedge pressure. If so, expect further upside potential

next week. Speculators can look to buy minor weakness under 406.

NEW RECOMMENDATIONS:

None.

PREVIOUS RECOMMENDATIONS:

None.

CORN TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

CORN (DEC) 10/18/2024: Daily stochastics declining into oversold territory suggest the selling may be drying up soon. The close below the 9-day moving average is a negative short-term indicator for trend. The upside closing price reversal on the daily chart is somewhat bullish. The market has a slightly positive tilt with the close over the swing pivot. The next downside target is now at 396 1/2. The next area of resistance is around 411 and 413 1/2, while 1st support hits today at 402 1/2 and below there at 396 1/2.

CORN (MAR) 10/18/2024: Daily stochastics are trending lower but have declined into oversold territory. The market's close below the 9-day moving average is an indication the short-term trend remains negative. The upside daily closing price reversal gives the market a bullish tilt. It is a mildly bullish indicator that the market closed over the pivot swing number. The next downside target is now at 411 3/4. The next area of resistance is around 425 1/4 and 427 1/2, while 1st support hits today at 417 1/4 and below there at 411 3/4.

DAILY WHEAT COMMENTARY

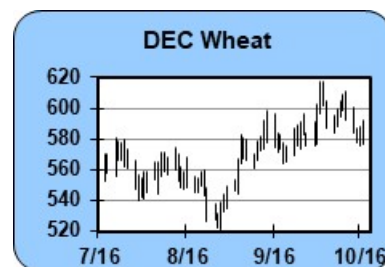
10/18/2024

US SW Plains rains to provide only temporary relief

OVERNIGHT CHANGES THROUGH 6:06 AM (CT):

WHEAT -0.15

OVERNIGHT DEVELOPMENTS: Chicago wheat (DEC 24) prices overnight are down -1 1/4; Kansas City (DEC 24) up 3/4; and Minneapolis (DEC 24) up 1. MATIF Milling Wheat(DEC 24) was unchanged. Chicago wheat open interest as of October 17 was down 742 contracts and Minneapolis wheat was down 840 contracts.



NEAR-TERM MARKET FUNDAMENTALS: Wheat prices are in the middle of the week's range after yesterday's upside recovery and strong close. Rain coverage in the Southwest Plains has been pushed slightly further west with the heaviest amounts now in northeast New Mexico and lighter amounts into western Kansas and the Oklahoma and Texas panhandles. Once the rain chances passed by this weekend, conditions turn dry once again offering only temporary relief. Part of yesterday's rally came from NOAA's comments that La Nina development may worsen the US Plains drought. Additional bullish news came from Russian export quotes hitting a 4-month high and Russia's Kursk growing region, the 7th largest growing region in the country, announcing a state of emergency due to weather issues for winter crops. Russia is proposing a BRICS grain exchange to gain greater control over grain prices. US Winter wheat under drought moved up 5% this week to 52%, now above last year's 48%. This morning's weekly export sales are expected in a range of 250,000-550,000 tonnes. French wheat sowing is 10% complete, compared to 27% 5-year average. China's September wheat imports were 250,000 tonnes, down 60.1% from September of last year and year-to-date wheat imports are up 5.5%. Showers in the Black Sea region are expected to reduce southern Russia dryness to 25% of the belt by next week. Chicago December wheat has held moving average support this week, making 572 a key pivot point. As long as prices stay over that level the technical outlook remains positive.

TODAY'S MARKET IDEAS:

Southwest Plains rains have been scaled back and moved a bit further west and that was likely the catalyst for yesterday's rebound. A dry pattern follows once the rains move out after this weekend. Dry areas of southern Russia are also expected to see only temporary relief. Significant moving average support stands at 572 on Chicago December, which held the previous break in mid-September. Speculators can consider buying a pullback below 581 today, risking \$0.11.

NEW RECOMMENDATIONS:

None

PREVIOUS RECOMMENDATIONS:

None.

WHEAT TECHNICAL OUTLOOK:

Note: Data is collected using the closing values of the previous session and calculations and analysis are run at the same time. Technical commentary is based solely on statistical indicators and does not necessarily correspond to any fundamental analysis that may appear elsewhere in this report. Data sources can and do produce bad ticks that can cause computation errors. Please verify before use.

WHEAT (DEC) 10/18/2024: Momentum studies trending lower at mid-range could accelerate a price break if support levels are broken. A negative signal for trend short-term was given on a close under the 9-bar moving average. The close over the pivot swing is a somewhat positive setup. The next downside target is now at 571 1/4. The next area of resistance is around 597 1/4 and 602 1/4, while 1st support hits today at 581 3/4 and below there at 571 1/4.

KC WHEAT (DEC) 10/18/2024: Declining momentum studies in the neutral zone will tend to reinforce lower price action. The intermediate trend could be turning up with the close back above the 18-day moving average. The market setup is supportive for early gains with the close over the 1st swing resistance. The next downside target is 577 3/4. The next area of resistance is around 604 1/4 and 608 3/4, while 1st support hits today at 588 3/4 and below there at 577 3/4.

MINN WHEAT (DEC) 10/18/2024: Stochastics trending lower at midrange will tend to reinforce a move lower especially if support levels are taken out. The market's short-term trend is negative as the close remains below the 9-day moving average. There could be more upside follow through since the market closed above the 2nd swing resistance. The next downside target is 614. The next area of resistance is around 634 3/4 and 638 1/4, while 1st support hits today at 622 3/4 and below there at 614.

RICE (NOV) 10/18/2024: Momentum studies are declining, but have fallen to oversold levels. The close below the 9-day moving average is a negative short-term indicator for trend. It is a slightly negative indicator that the close was under the swing pivot. The next downside target is 14.883. The next area of resistance is around 15.055 and 15.122, while 1st support hits today at 14.935 and below there at 14.883.

DAILY TECHNICAL STATISTICS

	CLOSE	9 DAY RSI	14 DAY RSI	14 DAY SLOW STOCH D	14 DAY SLOW STOCH K	4 DAY M AVG	9 DAY M AVG	18 DAY M AVG	45 DAY M AVG	60 DAY M AVG
GRAIN COMPLEX										
CNAZ24	406 3/4	38.78	43.42	31.77	20.97	405.25	413.67	417.81	408.66	407.39
CNAH25	421 1/4	34.21	40.37	29.41	18.48	421.00	430.25	434.88	426.58	424.97
SSAX24	988 3/4	32.18	37.78	17.32	13.15	988.94	1005.17	1027.93	1009.26	1011.43
SSAF25	998	26.19	34.09	16.18	11.13	1001.75	1020.39	1044.64	1026.71	1028.63
SMAZ24	318.1	43.75	45.47	15.78	14.53	314.73	317.59	326.43	320.45	319.71
BOAZ24	42.59	49.49	51.00	40.36	30.04	42.16	42.94	43.20	41.37	41.29
WHAZ24	589 1/2	50.47	52.07	42.24	33.80	584.81	592.03	591.74	573.41	569.61
WHAH25	609 1/2	49.24	51.51	44.55	34.44	605.69	614.22	613.24	593.82	589.97

RCAX24	14.995	40.85	44.38	32.05	28.13	15.05	15.08	15.11	15.11	15.15
KWAZ24	596 1/2	51.86	52.86	52.57	45.62	589.44	598.78	594.86	578.77	576.45
MWAZ24	628 3/4	48.91	50.92	56.92	47.52	623.06	635.97	631.25	615.70	614.09
OTAZ24	388 1/4	60.02	60.33	56.83	52.69	379.25	383.64	383.11	358.40	347.35

Calculations based on previous session. Data collected 10/17/2024

Data sources can & do produce bad ticks. Verify before use.

DAILY SWING STATISTICS

Contract		Support 2	Support 1	Pivot	Resist 1	Resist 2
GRAIN COMPLEX						
CNAZ24	Corn	396 1/2	402 1/2	405	411	413 1/2
CNAH25	Corn	411 1/2	417 1/4	419 1/2	425 1/4	427 1/2
SSAX24	Soybeans	961 1/4	977 1/4	984 1/4	1000 1/4	1007 1/4
SSAF25	Soybeans	974 1/2	988	994 1/2	1008	1014 1/2
SMAZ24	Soymeal	309.7	314.6	316.7	321.6	323.7
BOAZ24	Soybean Oil	41.17	42.00	42.34	43.17	43.51
WHAZ24	Wheat	571 1/4	581 3/4	586 3/4	597 1/4	602 1/4
WHAH25	Wheat	591 1/2	602	606 3/4	617	622
RCAX24	Rice	14.882	14.935	15.002	15.055	15.122
KWAZ24	KC Wheat	577 3/4	588 3/4	593 1/4	604 1/4	608 3/4
MWAZ24	MINN Wheat	614	622 1/2	626 1/4	635	638 1/2
OTAZ24	Oats	372 3/4	381 3/4	385 3/4	394 3/4	398 3/4

Calculations based on previous session. Data collected 10/17/2024

Data sources can & do produce bad ticks. Verify before use.

***This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Opinions expressed are subject to change without notice. Any information or recommendation contained herein: (i) is not based on, or tailored to, the commodity interest or cash market positions or other circumstances or characterizations of particular investors or traders; (ii) is not customized or personalized for any such investor or trader; and (iii) does not take into consideration, among other things, risk tolerance, net worth, or available risk capital. Any use or reliance upon the information or recommendations is at the sole discretion and election of the subscriber. The risk of loss in trading futures contracts or commodity options can be substantial, and traders should carefully consider the inherent risks of such trading in light of their financial condition. Any reproduction or retransmission of this report without the express written consent of Lakefront Futures is strictly prohibited.