

Bi-Weekly Investment Outlook Saturday May 17th 2003

Saturday May 17th 2003

5:30 AM eastern standard time

Courage in a Speculator is merely confidence to act on the decision of his mind

The 'Frenzied' Forex Front

Against the backdrop of the G-8 meeting on Saturday and babble to follow the dollar continued its decline on Friday. Long gone are the 'Wall street dollar bulls' who tried to make a case of a redo of dollar strength after the first gulf war... The EC, Swiss, Canuck, Aussie all closed at weekly highs not seen for some time.. and the Sterling acted rather well... Meanwhile Gold is again poking its head above 350 again..

While many were calling the forex moves a panic, Treasury Secretary Snow reiterated his view for a strong dollar but that levels should be decided by supply and demand / i.e. market forces and called the realignment modest. Essentially mirroring what ECB head Wm. Duisenberg said on May 8th when he said ECB was not 'yet' concerned about the strengthening of the euro. "One can say that the euro at the moment is at a level that better reflects the fundamentals," "There is not yet anything excessive about these (exchange rate) levels," In addition he said "At present, international price competitiveness, on the basis of the real weighted euro exchange rate, is near historical averages," This is a development we always expected and that we welcome".

However on Thursday of last week Bubba president and ECB board member Ernst Welteke was quoted as saying the ECB had room to cut rates, this caused a very brief sharp but normal decline in the EC which carried over to the rest of the units.. by Friday's close , this had all reversed itself and all the Units closed with rather nice gains against the dollar as meek US economic data fueled more dollar selling as investors continue seek higher yields..

The differential between short-term interest rates in the U.S(currently at 1.25%) and rates north of border and abroad has been a factor behind the dollars decline this was expected in this very publication long ago and we really see no change.

Looking back some 20 odd years ago this occurred opposite in the last part of the early 1980's when U.S rates were soaring during Volker's term and when it stops it stops.

During the 1990's growth was the key and most forex investors had been glued to equities and situations that would promote rises in stocks..

That is not the case right now .. it may change and I suspect it will but I see no reason to change posture at this time .. however be alert for a range bound markets that turn toward the trend at will.

In Bond land, The Big 'D' of deflation was the theme of the week as Bond Bears had both legs cut off mercilessly at the knees as anticipation of the lucky 13th rate cut was discussed... That left many economists and money managers who had predicted that rate increases would be the next fed step running around like chickens with their heads cut off..

Fed Member Mcteer joined the babble brigade this weekend , in a interview after his commencement speech to economics graduates at the University of Texas at Austin. Mcteer said that the chance of deflation was not zero anymore but more like 25 % and that the economy needs to grow at well over 4%.

Stay tuned for geopolitical risks. I hope I am wrong , but they are bound to lift their ugly heads again...that would give the markets the Triple 'D' to worry about.. Debt, Deflation and Disaster...

Digressing a bit, I just read the Verbatim G-8 statement and the most important words in my opinion are at the are at the very beginning of the second paragraph. "As we face a common challenge of ageing." Rather than expound about this now, all readers have to do is go back a bit a revisit a past Bi-Weekly from December 15th 2002..

B-Weekly December 15th 2002.

As we move forward into 2003 , new members to President Bush's Economic team that will join with the Ole' Copper local in efforts stoke the flame of the economic furnace not to just make it warm, but to heat it up.

There are going to get tax cuts galore and deficit spending like a kid in a candy store . If we are lucky we might even get more rate cuts.*what the heck, lets make it a bakers dozen !*

All this is supposed to be bullish towards job growth by encouraging businesses to spend and hire workers once profits are within reach, concurrently the stock market is supposed to pick up on the increased economic activity and begin a brand new bull run that is going to last for years.

Which according to Stock market bulls is where we sit right now..

However, as i have been saying since long before the September of 2001 calamity, re-inflation is really what they needed to do.(while I was recommending a bull stock market posture --ugh--) -Not merely tax cuts and rate cuts-

Over the last year we have seen general price rises in raw commodities, but those rises can be attributed to cuts in production, for example grains, copper and cocoa where the demand to supply balance has been tilted to demand on lower production or special events like weather and war. China has helped boost demand , but not nearly as much as expected. It will be interesting to see what happens if final demand does kick in.

However , it just appears to me that final demand still stinks except for housing.

Our dollar is and has been way too high to encourage exports of technology, services and goods . The long forgotten manufacturing sector has to be revived to get the fire burning bright and the government knows it.

Generally speaking , consumers and businesses must perceive that higher prices are coming down the pipe to encourage final demand to pick up at a faster pace.

Consumers are pelted with sales every day of the year.. and are now cherry picking at will...

Given that interest rates are so low. and productivity so high businesses , still reeling from corporate malfeasance shock and lack of leadership seem rather reluctant to make any real investment to encourage future profit gain. Which could further stagnate the prospect of job growth and eventually lead to a decline of intellectual innovation and advance until more dire conditions occur and advance occurs through need.

Toss in a lingering debt problem for consumers and businesses alike and there seems to be very little impetus for any real change in growth from the 3 to 4 percent economy.

Which may not even be achievable if job losses persist due to overcapacity and immigration subsides due to Homeland security issues.

During the 1990's it's estimated that 8 out 10 additional new male workers were immigrants. Estimates looking out ten to 15 years and made prior to September 11 , 2001 concluded that there will be 75 % more persons over the age of 65 and only 25 % more persons aged 25 to 35....If those additions do not continue due to homeland issues, a lack of workers needed to supplant the dis-investing retiring baby boomers could become a real problem in years to come.

That's why productivity was and is so important to Mr. Greenspan. Fewer workers will be available to supply the dis-investing retirees with goods and services as we move towards the end of this decade and into the next, thus resulting in an inflationary trend as time moves forward. Which has a negative effect on the general economy and more so on the general P/E ratio of stocks as does dis-investment.

Which could explain the reluctance of the Fed to really do what was needed at the beginning of the slowdown, fearing that re-inflation prior to the dis-investing years could result in a real mess down the road, but that reluctance , along with the *whole ball of deflationary debt ridden corporate malfeasance wax* has led to other problems for the current economy and stock values.... so really, the result is STILL ONE BIG MESS that could last for a while ..

----The Markets may be giving us that message again now.----

The SP500 futures closed at 891ish the next week , its high was 912. I suspect we are heading back there soon

Enough digressing on to the nitty gritty of it all .. after all the nitty gritty is what counts !!!

June Yen

Recommended Open Position Short at 8662

Support should appear near 8589to 8560, a close under augurs for a test of 8499 to 8484. and the 8406 to 8391 region.. Below that buyers should appear near 8314 to 8300. Under that support should appear near 8044 to 8029 and contain a decline .. Traders can buy at 8317 for a bounce and risk a close under 8294 for three days in a row.

Resistance should appear near 8668 to 8683 and the 8762 to 8777 region. Which should Cap a rally.. Above that sellers should appear near 8856 to 8871 ...

Traders should go short if a close under 8557occurs.

Monthly Yen



Weekly Yen



Daily Yen



June Euro Currency (EC)

Support should appear at 11535 then 11500 and 11470. Traders can buy at 11537 for turn higher and risk a close under 11500 for three days in a row. Below that buyers should appear near the 11360 to 11300 region. Under that 11155 should hold..

Aggressive traders can buy at 11337 and hold for higher prices..

Resistance is at 11640 to 11690 , a close over is friendly and augurs for a test of 11805.. Beyond that a test of 11920 to 12030 is likely.. Aggressive traders should go long if a close over 11697 occurs.

Monthly Cash EC



Weekly EC Cash



Daily EC Futures



June Swiss Franc

Nearby Resistance should appear near 7675 to 7689, a close over is friendly and augurs for a test of 7762 to 7777 and the 7836 to 7864 region. Beyond that a test of 7939 to 7954 is likely.

Nearby Support should appear near 7637 and 7601 to 7589 Traders can buy at 7603 and hold for higher prices.. Below that buyers should appear near 7552 and the 7513 to 7486 region.. Under that support is at 7428 to 7414 and the 7342 to 7328 region which should contain a decline ..

Aggressive traders should go long if a close over 7693 occurs.

Monthly Swiss Franc



Weekly Swiss Franc



Daily Swiss Franc



June British Pound

Support should appear near 1.6150 to 1.6090. Traders can buy at 1.6168 and risk a close under 1.6076 for three days in a row. Below that buyers should appear near 1.5928 and the 1.5760 to 1.5690 region.

Resistance should appear near 1.6284, a close over is friendly and augurs for an eventual test of the 1.6420 to 1.6550 region. Traders should go long if a close over 1.6228 occurs

Monthly British Pound



Weekly British Pound



Daily British pound



June Canadian Dollar

Support should appear near 7255 to 7242. Traders can buy at 7257 and risk a close under 7236 for three days in a row. Below that 7170 to 7143 should contain a decline for a bit .. Under that buyers should appear near 7088 to 7074.

Resistance is at 7328 to 7343, a close over is friendly and augurs for a test of 7414 to 7428 and the 7487 to 7513 region. Traders should go long if a close over 7347 occurs.

Monthly Canadian Dollar



Weekly Canadian Dollar



Daily Canuck



June Aussie Dollar

Support is at 6483 and the 6430 to 6417 region. Failure there augurs for a test of 6350 to 6337 , where buyers should appear and contain a decline. Traders can buy at 6437 and risk a close under 6332 for three days in a row .. Under that support is at 6270 to 6257

Resistance should appear near the 6509, a close over is friendly and augurs for a test of 6577 to 6591 and the 6659 to 6673 region. Beyond that resistance is at 6741 to 6755
Traders should go long if a close over 6517 occurs.

Monthly Aussie



Weekly Aussie



Daily Aussie



The Sensational Stock and Bond Markets

Dow Jones Industrial Average

Resistance should appear near 8683 and 8762 to 8777. A close over is friendly and augurs for a test of 8856 to 8871 and the 8934 to 8964 region. Beyond that sellers should appear near 9044 to 9060 and Cap a rally.

Support should appear near 8628 and 8589 to 8560 an extended trade or close under augurs for a test of 8499 to 8484 and the 8406 to 8391 region...Below support should appear near 8314 to 8300.

Monthly Dow Jones Industrial Avg



Weekly Dow Jones Industrial avg



Daily Dow Jones Industrial Avg



June SP500

Recommended Open position , Short 2 at 925.90 avg

Resistance is at should appear near 952.60 to 954.20 then 962.50 to 964.10 and the 970.60 to 973.70 region. Which should cap a rally. Traders Who Have Ice Water Running through their veins can sell at 970.20 and hold for lower prices...Beyond that resistance should appear near 982.90 to 983.70 and 992.10 to 993.70

Support should appear near 942.90 and 934.70 to 931.60 An extended trade or close under is negative and augurs for a test of 923.60 and eventually 915.60 to 914.00.. Below that support should appear near the 906.00 to 904.40 region.

Stay tuned for BW SP500 Updates and Index program trades , while day trades can occur at anytime

Monthly SP500 Future



Weekly SP500 Future



Daily June SP500



Nasdaq Composite

Nearby Resistance should appear near 1569 to 1576.. Beyond that sellers should appear near the 1609 to 1615 region.

Support should appear near 1535 to 1529 and the 1496 to 1484 region.

Monthly Nasdaq Composite



Weekly Nasdaq Composite



Daily Nasdaq Composite



June Mini Nasdaq 100

Resistance is at 1164 to 1169 then 1192 to 1203 and the 1232 to 1238 region.

Support is at 1136 to 1132. A slip under is negative and augurs for a test of 1101 to 1096 region. Below that buyers should appear near 1068 to 1058, which should contain a decline for a bit

Daily Nadaq100 Future



June Ten Year T-Notes

Resistance should appear near 118-07. A close over is friendly and augurs for a test of 118-23 and 119-04.. Beyond that a test of 119-23 is likely.

Support is at 117-23 and 117-07.. Below that buyers should appear near 116-23 and 116-04.

Weekly Ten-Year T-Note



Daily Ten-Year Note



The Precious Metals

June Gold

Recommended Open Position Long at 348.7

Support should appear at 352.8 and the 350.3 to 349.3 region, which should hold.. Below that buyers should appear near the 344.3 to 342.5 region.

Resistance is at 355.3 to 356.3 and the 361.3 to 362.3 region. Beyond that sellers should appear near 366.3 to 368.4

Traders should go long if a close over 356.7 occurs

Monthly Gold



Weekly Gold



Daily June Gold



July Copper

Production increases at Escondida mine, in Chile the world's largest private held copper concern seems to have capped the Copper rally . It's January to April output totaled nearly 324,000 metric tons, up a bit over 41%.from the same period in 2002. Also the Canadian Competition Bureau confirmed Thursday it is investigating alleged price-fixing in the world copper concentrate market. They are said to be coordinating efforts with antitrust units in the U.S and Europe. This might slowdown producer's willingness to cut back production for fear reprisals. However even if there is nothing to the investigation it may prove negative for a bit.. However China is still eating the stuff up ... look for a range bound weakish market..

Support should appear near 7605 to 7585 , a close under augurs for a test of 7515 to 7485 and the 7430 to 7415 .. Below that buyers should appear near 7345 to 7325

Resistance should appear near the 7675 to 7690 and the 7765 to 7780 region. Above that resistance should appear near 7835 to 7865 Traders should go short if a close under 7580 occurs

Monthly Copper



Weekly Copper



Daily July Copper



July Silver

Recommended open position long at 487.5

Support should appear near 478.5 to 477.5 then 471.5 to 469.5 and the 465 to 463.5 region.. Below that buyers should appear near 458.5 to 457.0. Traders can buy at 465.5 and hold for higher prices.. Risk a close under 457 for three days in a row.

Resistance is at 484.5 to 485.5 and the 491.5 to 492.5 region.. Beyond that a test of 497.5 to 499.5 is likely and the 503.5 to 506.5 region is likely.

Monthly Silver



Weekly silver



Daily July Silver



The Exciting Energies

July Crude Oil

Support should appear near 2829 to 2820 and 2724 to 2716 . Below that buyers should appear near 2672 to 2663 and the 2620 to 2612 region.

Resistance is at 2928 to 2937 and 3036 to 3045, Beyond that a test of 3092 to 3102 is likely.

Monthly Crude Oil



Weekly Crude Oil



Daily Crude Oil



July Unleaded Gas

Support should appear near 8405 to 8390 and 8315 to 8300 ..Below that buyers should appear near 8135 to 8120 and the 7865 to 7835 region ..

Resistance should appear near 8560 to 8590 and the 8760 to 8775 region .Beyond that sellers should appear near 9045 to 9060 and the 9140 to 9155 region.

Monthly Unleaded Gas



Weekly Unleaded Gas



Daily July Unleaded Gas



July Heating Oil

Resistance is at 7585 to 7605 and the 7760 to 7780 region. Beyond that sellers should appear near 7935 to 7955 and the 8025 to 8045 region.

Support should appear near 7430 to 7415 and the 7260 to 7240 region. Below that support should appear near 7090 to 7075

Monthly Heating Oil



Weekly Heating Oil



Daily July Heating Oil



The Lively Livestock

The cattle on Feed number released after the close on Friday were a bit negative, not dire. As of Friday traders were looking for the cattle to open perhaps 50 lower..

June Live Cattle

Support should appear near 7342 to 7327 and 7255 to 7240. Below that buyers should appear near 7170 to 7140. Traders can buy at 7177 and risk a close under 7067 for three days in a row.

Resistance is at 7417 to 7432, a close over augurs for a test of 7487 to 7512 .. Beyond that sellers should appear near 7587 to 7602 and the 7672 to 7687 region which should cap a rally. Traders can sell at 7672 and risk a close over 7787 for three days in a row.

Traders should go short if a close under 7377 occurs.

Daily June Cattle



June Lean Hogs

June Hogs set new contract highs Friday as reduced hog supplies pushed prices higher..

In addition pig producers who also farm in the Midwest are also trying to get the rest of their crops planted.. so few hogs are being shipped in areas dry enough to work the fields .. a normal seasonal tendency..

Pig producers have been reducing their herds for about a year in an attempt to clean up the market and move prices back to profitable levels as prices received during 2002 were below the cost of production. In April the USDA said the gross return for hogs and pigs in 2002 was down over 20 % at \$9.651 billion versus \$12.462 billion for the previous year..

In 2002, a little over 5% more sows were killed versus 2001. However that has abated a bit this year running near just 3 % more than a year ago .. On a week-to-week basis the total hog production for the week ended May 16th was estimated at 1.811 million head, down from a year ago.

Months ago we felt that June Hogs would reach 6700 by June and it looks like that has occurred.. Look for trades on both sides of the mkt ,.. if selling short the preference should be July ... Next year we see a higher over all mkt .. if we can get the imports from Canada to hold the line and demand can pick up .. of course \$ 4.00 per bushel Corn would not hurt either .. since a Pig is simply refined corn and soymeal ! Stay Tuned for BW Livestock Updates and Flashes

Support is at 6672 to 6657 then 6592 to 6577 and the 6512 to 6487 region.. Traders can buy at 6512 for a bounce and risk a close under 6467 for three days in a row. .. Below that buyers appear near 6432 to 6417 and the 6352 to 6337 region.

Resistance is at 6742 to 6757 and the 6807 to 6837 region ..Beyond that a test of 6907 to 6922 is likely.

Aggressive Traders should go long if a close over 6712 occurs..

Daily June Hogs



July Pork Bellies

Support should appear near 9347 to 9317 then 9157 to 9142 and the 9067 to 9042 region .. Below that buyers should appear near 8967 to 8932 and the 8872 to 8857 region.. Well Heeled Traders can buy 9162 and risk a close under 8932 for three days in a row.

Resistance is at 9427 to 9445 and the 9527 to 9542 region.. Beyond that a test of 9707 to 9737 is likely. Above that sellers should appear near 9827 to 9837.

Aggressive Traders should go long if a close over 9447 occurs

Daily July Pork Bellies



Stay Tuned for Livestock Updates and Flashes

The Grande' Grains

Some regions in the Midwest are still too wet to resume planting, however some farmers are now finishing planting corn and are planting soybeans.

As an old Grain traders once told me you can't kill'em till you plant them.....

Weather will move to the forefront in addition to exports from now on.. seasonally speaking soybeans tend to dip into the middle of May and resume strength into the early parts of June....Meal tends to remain firm through this period. While Bean Oil tends to weaken past Mid May.. these are all just tendencies .. but worth paying attention to ...

Looking forward in the Bean market ..the 'Dog Days' of July / August should be interesting to say the least.

Traders should use weakness to re-establish longs . Given the recent action led to highest weekly close since Mid July of 1998 when beans were heading lower.. One has to say the market looks poised to make a run at higher prices this year into next as we continue upon the path of demand exceeding supply we mentioned last year ...

Higher prices have brought out farmer selling , but not a over-abundance nor a panic..

China soybeans were sloppy mid week.. and a bit of export sluggishness may show up for a bit.. .. another negative factor is that traders have begun to unwind the bull spreads. we prefer to see the front gaining and a resumption in bull spreading should occur once we get past this week and move into the last week of May if it hold..

A note worthy factor to remember is that the weaker dollar is supportive for soybean exports..

In South America , recent flooding in some small soybean regions of Argentina have caused a slowdown in the soybean harvesting. Losses are expected to be only minor . Geez the people in Argentina can't get a break.. with over 10 million people there living hand to mouth one has to wonder how long it will take that economy to get back on it's feet.

Buy Sharp Dips

July Soybeans

Resistance is at $645 \frac{3}{4}$ and the $648 \frac{1}{4}$ to $650 \frac{3}{4}$ region. Beyond that resistance should appear near $657 \frac{3}{4}$ to $659 \frac{1}{4}$ and $674 \frac{1}{4}$ to $675 \frac{1}{2}$.. above that a test of $680 \frac{3}{4}$ to $683 \frac{3}{4}$ is likely.

Nearby Support should appear near $641 \frac{3}{4}$ and 635 to $633 \frac{3}{4}$.. Below that buyers should appear near 627 to $625 \frac{3}{4}$ Traders can buy at $635 \frac{3}{4}$ and hold for higher prices , initially risk a close under 625 for three days in a row. Under that buyers should appear near 619 to $616 \frac{1}{2}$ and the $603 \frac{1}{2}$ to $602 \frac{1}{4}$ region.. Traders can buy at $604 \frac{3}{4}$ and risk a close under $584 \frac{3}{4}$ for three days in a row. .

Aggressive Traders should go long if a close over $651 \frac{3}{4}$ occurs

Monthly Soybeans



Weekly Soybeans



Daily Soybeans



July Soymeal

Nearby Support should appear near 190.9 to 190.2 and the 186.8 to 185.8 region ...
Traders can buy at 188.6 and risk a close under 185.1 for three days in row. .

Resistance is at 194.6 to 195.3, a close over is friendly and augurs for a test of 198.2 to 199.6 and the 203.4 to 204.2 region. Traders should go long if a close over 195.7 occurs

Monthly Soymeal



Weekly Soymeal



Daily Soymeal



July Soybean Oil

Recommended open position short at 2352

Resistance should appear near 2354 to 2370 and 2411 to 2419. Beyond that a test of the 2461 to 2469 region is likely... Above that sellers should appear near 2511 to 2519.

Support should appear near 2322 to 2315 and the 2275 to 2267 region.. Under that 2226 to 2219 should hold

Monthly Soybean Oil



Weekly Soybean Oil



Daily July Soybean Oil



July Corn

Resistance should appear near 255 ¹/₄ to 256 ³/₄ , a close over is friendly and augurs for a test of 261 ¹/₄ to 262 and the 266 ³/₄ to 267 ¹/₄ region.

Support is at 251 ³/₄ to 251 ¹/₄ then 246 ³/₄ to 246 ¹/₄ and the 241 ³/₄ to 241 ¹/₄ region.
Traders should go long if a close over 257 ³/₄ occurs.

Monthly Corn



Weekly Corn



Daily Corn



Wheat appears over done a bit.. but considering the shellacking we took on the short at 309ish lets look at it on a day-to-day basis ..perhaps as day trades.. from both sides.. The USDA now says Iraq appears to have enough wheat to get through till mid to late summer .. seasonally Wheat tends to have a bit of weakness Late May through late July ... Traders should look for a bit of backing and filling of the recent rally ..

July CBOT Wheat

Support should appear at 337 $\frac{3}{4}$, a close under augurs for a test of 332 $\frac{3}{4}$ to 331 $\frac{3}{4}$ and the 327 to 326 $\frac{1}{4}$ region. Below that buyers should appear near 321 $\frac{1}{4}$ to 319 $\frac{1}{2}$ and the 315 $\frac{3}{4}$ to 314 $\frac{3}{4}$ region.

Resistance is at 342 $\frac{1}{2}$ to 344 $\frac{1}{2}$ and the 349 $\frac{1}{4}$ to 350 $\frac{1}{2}$ region. Beyond that sellers should appear near 355 $\frac{1}{4}$ to 356 $\frac{1}{4}$ and 361 $\frac{1}{4}$ to 362 $\frac{1}{4}$

Monthly CBOT Wheat



Weekly CBOT wheat



Daily CBOT Wheat



The Satisfying Softs

The Government of Brazil is offering options to buy up to 3 million bags of new crop coffee in three auctions starting on June 11. Even though prices are well below what growers wanted, it's a start. Next month on June 13th the USDA will release its estimate of the 2003-04 coffee crop in its tropical products report.

U.S Coffee Imports in March were up 9.2% from February and are up 37.1% from last year as all the geopolitical concerns had many coffee drinkers burning the midnight oil...

While Coffee based on Fridays close is up on the year, prices are still hovering just above historic lows at nearly 1/3 the price levels compared to 5 or 6 years ago and are down nearly down 80 % from the recent peak in 1997.

Considering this, one has to wonder how long it will take before the poor families who farm coffee while living on food aid just decide to burn the stuff for a year or two.. or will Mother Nature take care of that on her own ?

Seasonally coffee tend tends to be fairly supportive in May as traders begin to worry about the Frost season in South America ... which begins shortly and lasts thru August / September.. With prices this low we remain friendly and will continue to poke at the long side if the work is supportive .. the downside is that during this bear move past May has been rather weak...lets see if that can change this year..

The International Coffee Organization (ICO) will meet in London next week. Monday the ICO and World Bank hold talks on the topic, "International Coffee Crisis, Looking For Long Term Solutions".

Considering what the 'Average Joe' is paying for a ' Cup of Joe ' at his local coffee bar and what the millions of families who depend on coffee for a living get for the raw product I would say the long term solution is simple. Grow less coffee or figure out how to use it in place of gasoline !! Praying for a nasty hard freeze or even a prediction of cooler weather won't hurt...

No change in posture...

July the 'Monster' Coffee

Recommended Open BW Position Long 6950

Support is near 6510 to 6480 and 6430 to 6415. Below that 6350 to 6335 should hold.. Under that support should appear near 6190 to 6165 and the 61154 to 6105 region.

Resistance should appear near 6575 to 6590 and the 6655 to 6675 region. A close over is friendly and augurs for a test of 6740 to 6755 and the 6805 to 6835 region. Beyond that a test of 6990 to 7005 is likely.

Aggressive Traders should go long if a close over 6675 occurs

Monthly Coffee



Weekly Coffee



Daily July Coffee



July Cocoa

Support is at 1738 to 1731 and the 1696 to 1689 region. Under that buyers should appear near 1615 to 1609

Resistance should appear near 1774 to 1780 then 1808 to 1822 and the 1858 to 1865 region.

Monthly Cocoa



Weekly Cocoa



Daily July Cocoa



July Sugar

Recommended open position long at 687

Support should appear near 686 to 682 and the 661 to 656 region. Below that buyers should appear near 634 to 630 and the 609 to 601 region

Resistance should appear near 704 to 712 and 735 to 738.. Beyond that sellers should appear near the 763 to 767 region.

Traders should go long if a close over 714 occurs.

Monthly Sugar



Weekly Sugar



Daily July Sugar



July Cotton

Support should appear near 5415 and 5355 to 5345. Below that buyers should appear near 5210 to 5200 and the 5140 to 5125 region.

Resistance should appear near 5490 to 5505, a close over is friendly and augurs for a test of 5555 to 5580 and the 5640 to 5655 region.. A close over is friendly and augurs for a test of 5715 to 5725 and the 5855 to 5880 region.. Traders should long if a close over 5515 occurs

Monthly Cotton



Weekly Cotton



Daily July Cotton



A Ship in Harbor is Safe.. But that is not what ships are built for –

Happy Trading!

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