

Bi-Weekly Investment Outlook

Sunday June 5th 2005 Issue # 219

"Among the hazards of speculation the happening of the unexpected - I might even say the unexpectable-ranks high. There are certain chances that the most prudent man is justified in taking - chances that he must take if he wishes to be more than a mercantile mollusk"
--Reminiscences of a Stock operator—

*- No change in general trading posture as we approach the summer trading
Traders should stay tuned for additional commentary along flashes and updates in all markets*

Saturday June 4th 2005
7:00 AM eastern time

The Sensational Stock and Bond Markets

Dow Jones Industrial Average

Resistance should appear near 10580 to 10680 and 10820.

Support should appear near 10360 to 10320 and 10185.



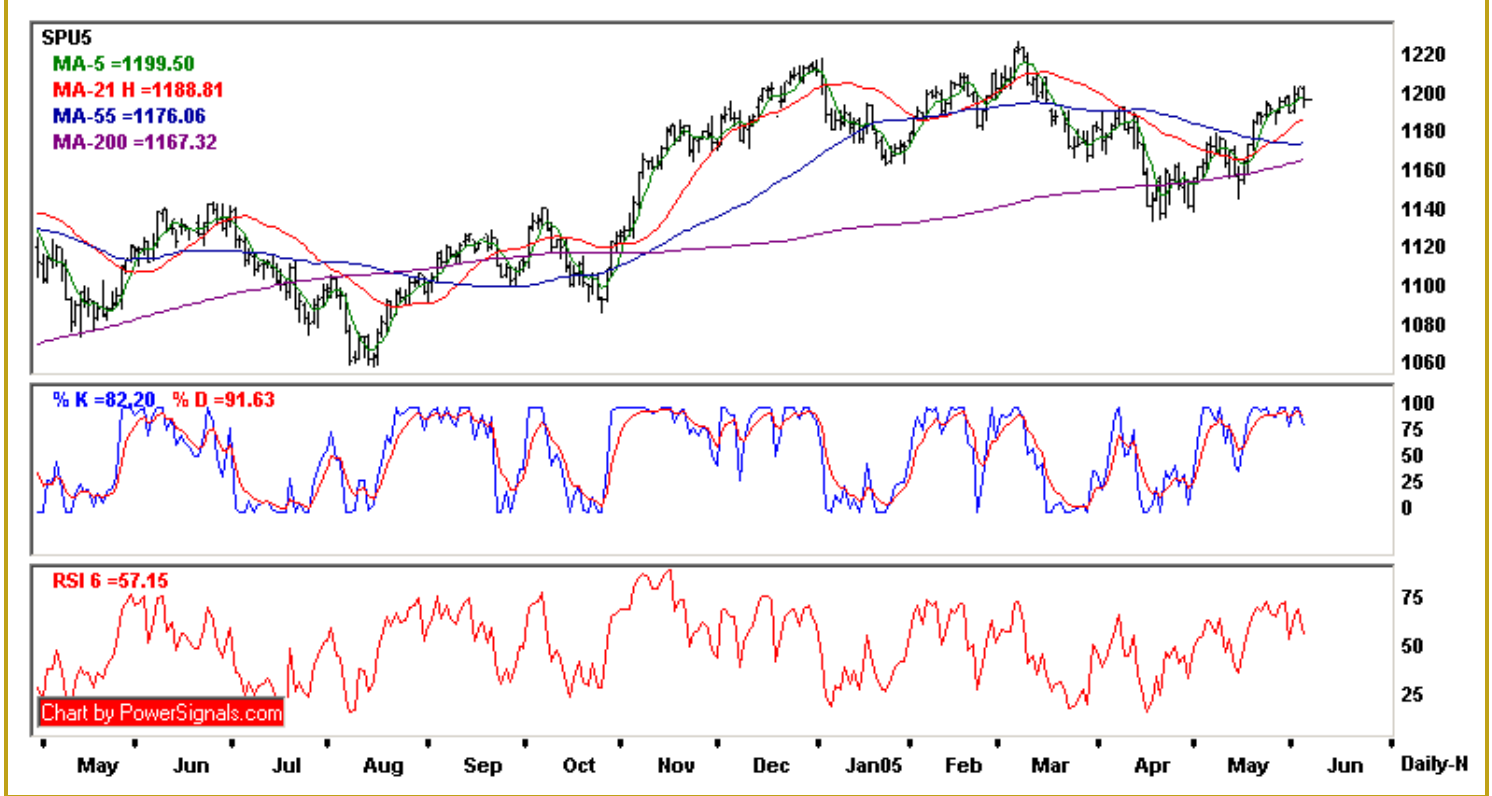
Sept SP500

Recommended Open position Long 1203.6

Resistance should appear near 1217.50 and 1232.00 to 1238.00

Support should appear near 1203.00 to 1192.00 and 1180.50.

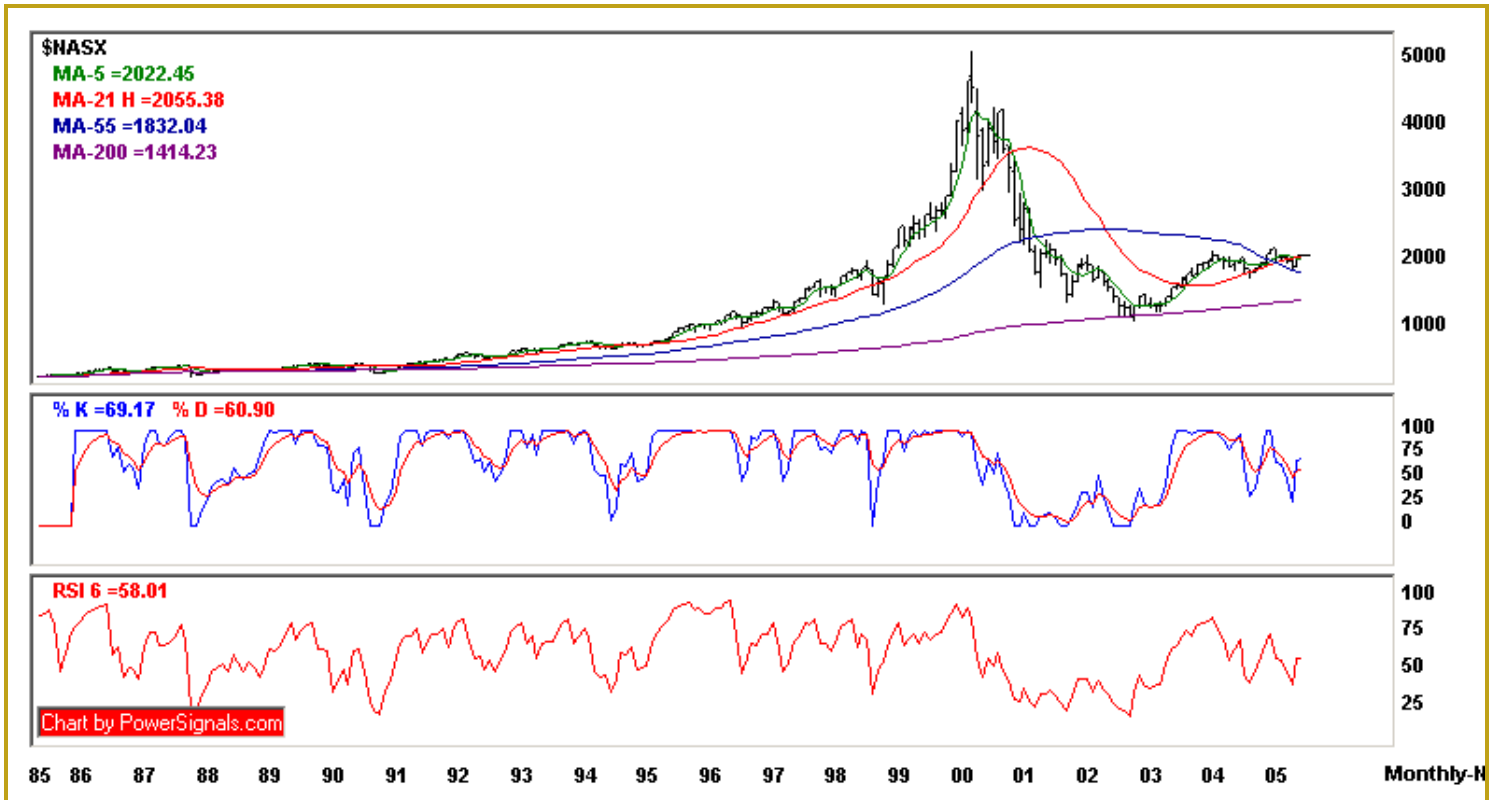


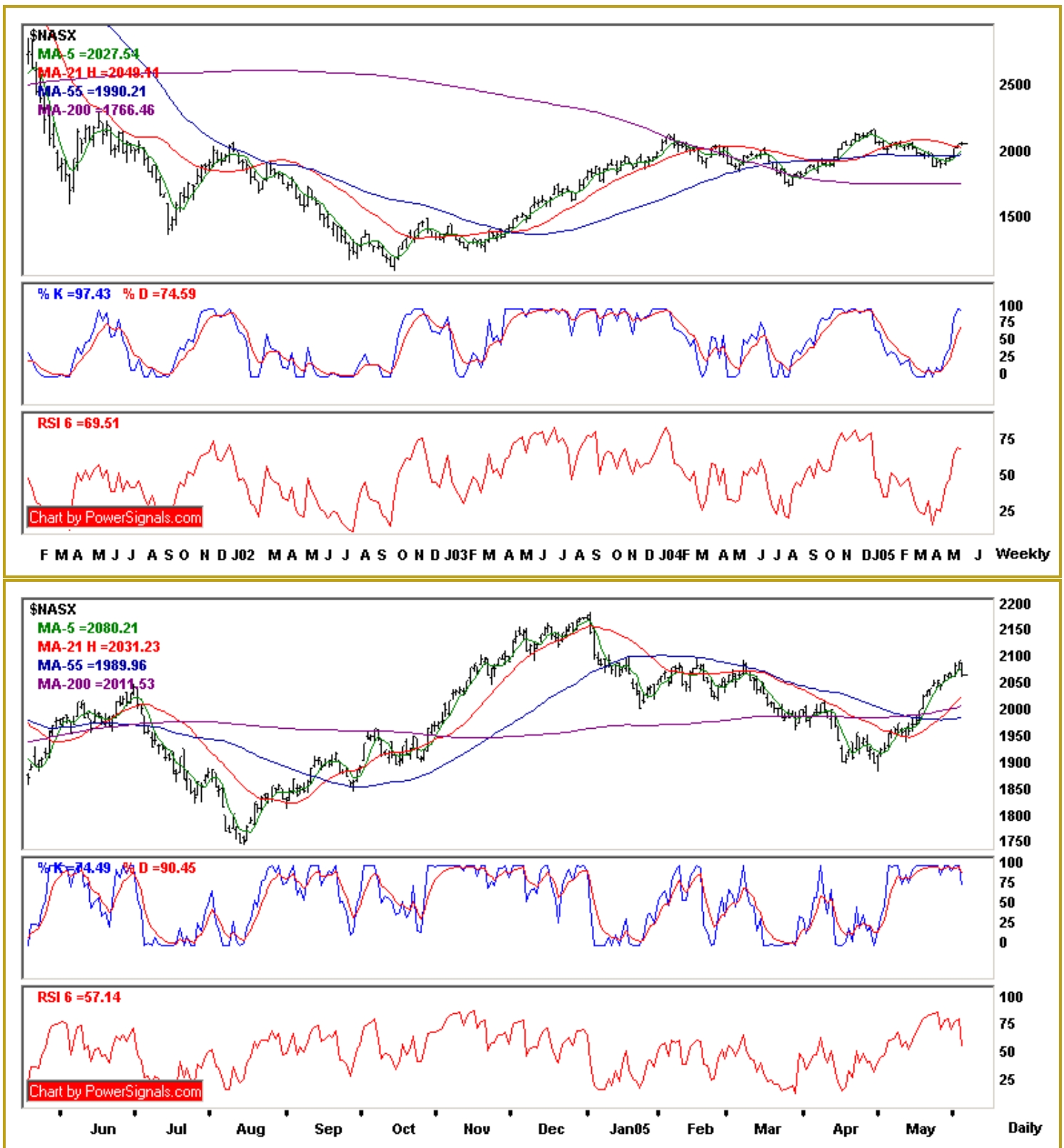


Nasdaq Composite

Support remains near 2042 to 2034 and 1996 to 1982

Resistance should appear near 2080 to 2089 and 2126 to 2134





Sept Mini Nasdaq 100

Resistance should appear near 1569.00 to 1576.00 and the 1609.00 to 1615.00 region . Beyond that sellers should appear near 1642.00 to 1655.00

Support is at 1535.00 to 1529 and the 1496.00 to 1484.00 region. Below that, 1459 to 1453.00 should hold Traders can buy at 1497.00 and risk a close under 1451.00 for three days in a row..



Sept Mini Russell 2000

Support is at 611.30 to 610.10 and 603.50 to 602.30. Below that, buyers should appear near 595.70 to 594.50. Traders can buy at 603.7 and risk a close under 593.90 for three days in a row..

Resistance should appear near 625.70 to 627.00 and the 633.70 to 635.00 .. A close over is friendly and augurs for a test of 641.70 to 643.00 and eventually the 648.30 to 650.90 region.

Traders should go long if a close over 635.70 occurs





Sept 10 Year T-Note

Resistance should appear near 113-22 to 114-07. Beyond that sellers should appear near 114-22 and 115-07
Support at 113-07 and 112-22 Below that a trade towards the 111-22 and 111-07 is likely.



Sept 30 Yr T-Bond

Resistance should appear near 118-07 and 118-22. Beyond that a trade towards 119-07 and 119-22 should bring out sellers

Support at 117-07. Below that a trade towards 116-22 and 116-07 is likely. Under that buyers should appear near 115-22 and 115-07.



The Frenzied Forex Front

Sept Yen

Resistance should appear near 9429 to 9445 and 9526 to 9542.. Beyond that sellers should appear near 9625 to 9641.. Traders can sell at 9524 and risk a close over 9651 for three days in a row .

Support should appear near 9347 to 9316 , a close under is negative and augurs for a test of 9156 to 9140 and eventually the 9060 to 9044 region...

Traders should go short if a close under 9312 occurs





Sept Euro Currency (EC)

Support should appear at 12175 and the 12030 to 11920 region

Resistance should appear near 12320 to 122350 and 12380.. Beyond that sellers should appear near 12530

Traders can sell at 12527 and hold for lower prices., initially plan on risking a close over 12612 for three days in a row.

Traders should go short if a close under 12172 occurs





Sept Swiss Franc

Resistance should appear near 8044 then 8119 to 8134 and 8194 to 8223

Traders can sell at 8117 and risk a close over 8232 for three days in a row

Support should appear near 7954 to 7939. Failure there indicates a trade towards 7864 to 7836 and eventually the 7777 to 7763 region





Sept British Pound

Support should appear near 17940 and the 17800 to 17740 region

Resistance should appear near 18080 to 18220 and 18400

Traders should go short if a close under 17932 occurs

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Sept Canadian Dollar

Support should appear near 844 to 8029 and 7954 to 7939. below that a test of 7864 to 7836 is likely.

Resistance is at 8119 to 8134 and the 8300 to 8314 region. Beyond that sellers should appear near 8392 to 8407.. Traders can sell at 8306 and risk a close over 8412 for three days in a row.





Sept Aussie Dollar

Resistance should appear near 7587 to 7601 and the 7675 to 7689 region. which should bring out sellers and should cap a rally. Traders can sell at 7675 and risk a close over 7696 for three days in a row .

Support should appear near the 7513 to 7486, a close under augurs for a test of 7428 to 7414, below that buyers should appear near 7342 to 7328

Traders should go short if a close under 7482 occurs





Precious Metals

August Gold

Resistance should appear at 430.4 to 431.5 and the 437.0 to 438.1 region.
 Traders can sell at 436.9 and risk a close over 444.9 for three days in a row.
Support is at the 424.90 to 423.8 and the 418.3 to 416.4 region.

Traders should go short if a close under 416.2 occurs.



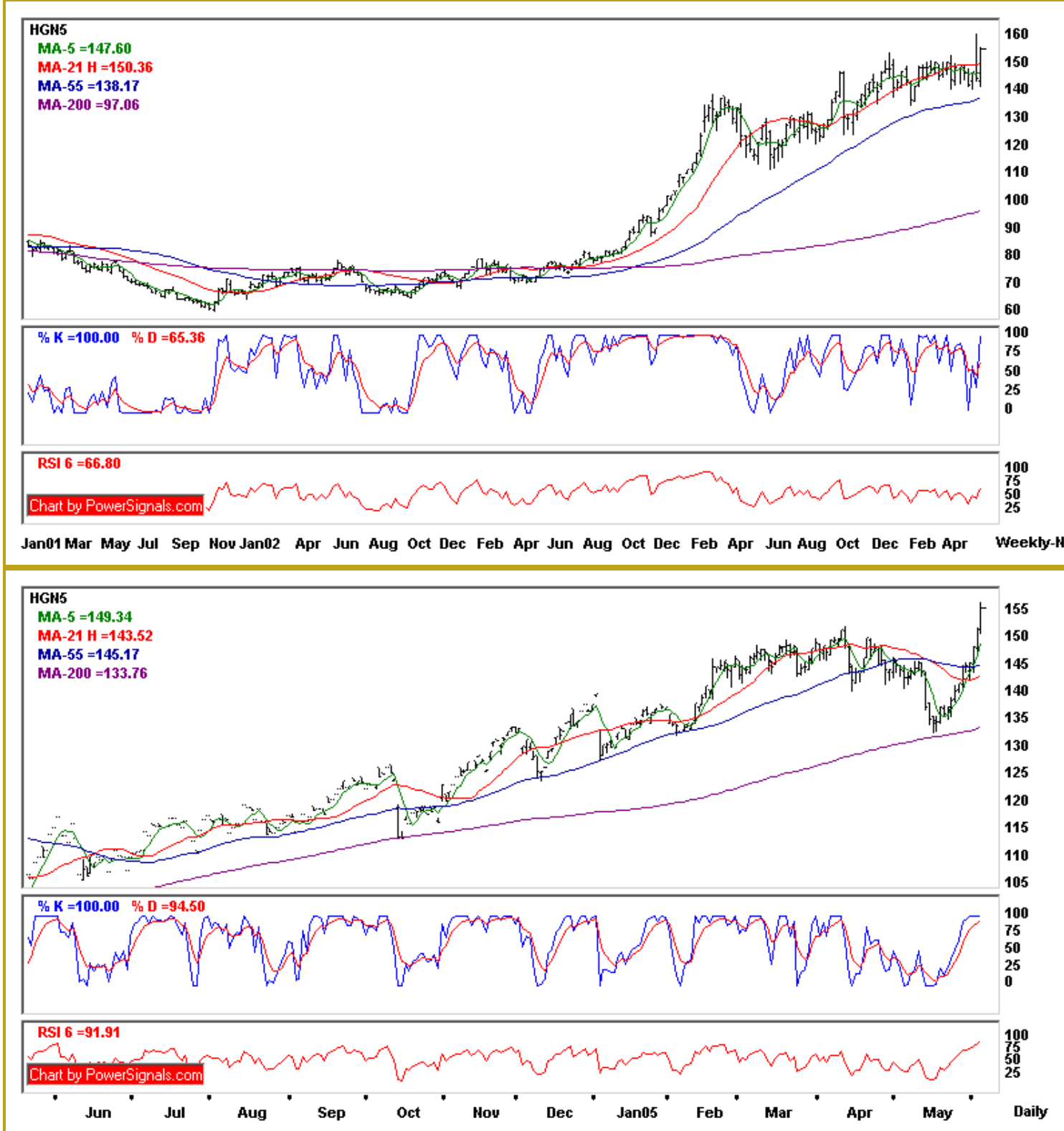


July Copper

Support should appear near 13460 to 13340 and the 13100 to 13040 region.. Below that a trade towards 12740 to 12680 is likely

Resistance should appear near 15690 to 15760 and the 16090 to 16150 region... Beyond that sellers should appear near 16420 to 16550 .. Traders can sell at 16410 and risk a close over 16590 for three days in a row.





July Silver

Support should appear near 734.5 to 734.0 and the 717.0 to 714.5 region

Resistance is at 767.5 to 769.0 and the 776.5 to 777.5 region





The Exciting Energies

July Crude Oil

Resistance should appear near 5553 to 5577 and the 5640 to 5653 region. Beyond that sellers should appear near 5716 to 5729 and the 5855 to 5880 region. Traders can sell at 5854 and risk a close over 5962 for three days in row.

Support should appear near 530 to 5418 and the 5356 to 5344 region. Below that buyers should appear near 5210 to 5200, a close under augurs for a test of 5139 to 5127 and the 5067 to 5056 region. .

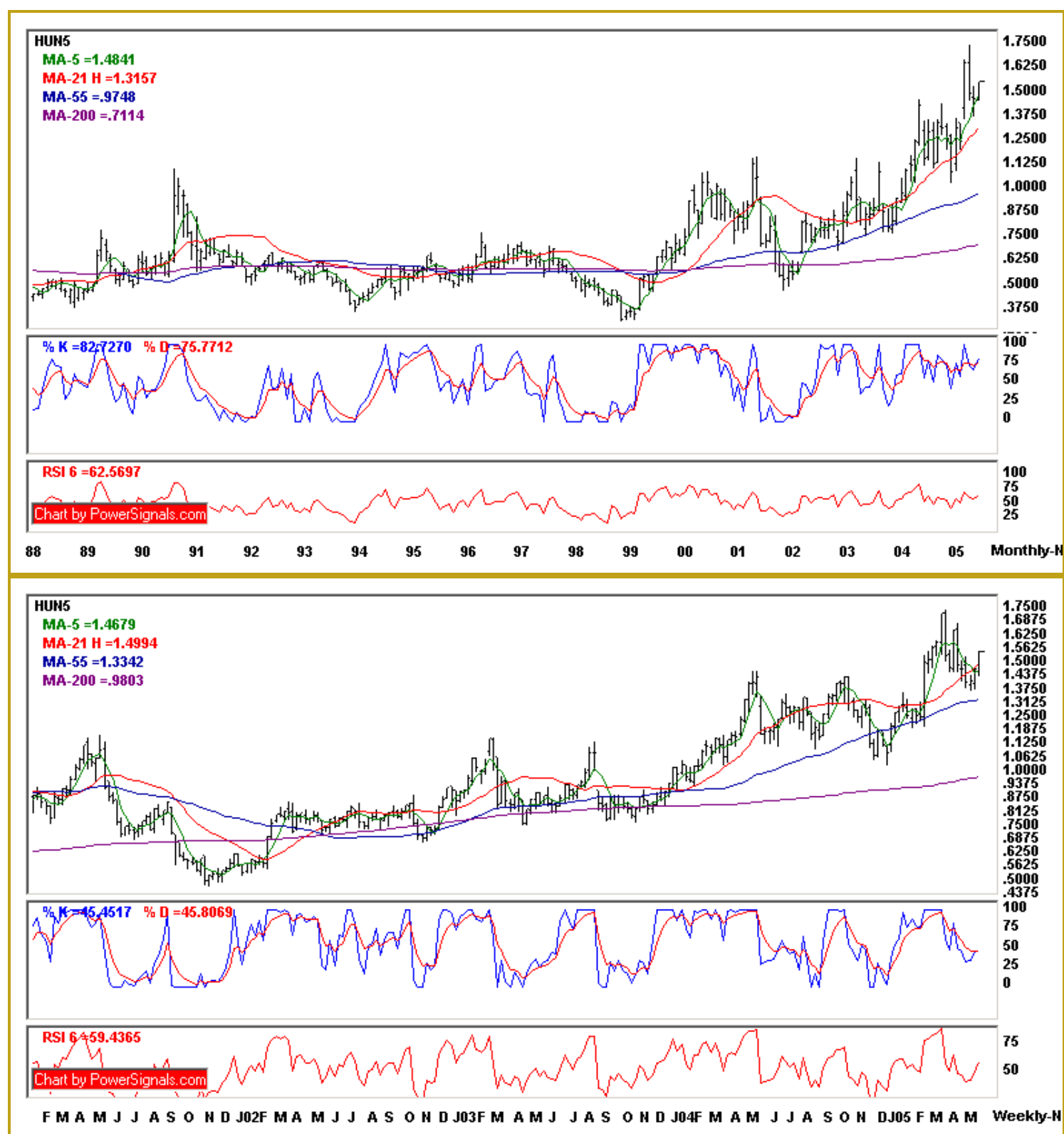




July Unleaded Gas

Resistance should appear near 15690 to 15670 and 16090 to 16150.. Beyond that resistance should appear near 16420 to 16550 and the 17310to 17380 region. Traders who have Ice Water in their Veins can sell at 17290 and risk a close over 17530 for three days in a row.

Support should appear near 15350 to 15290 and 14960 to 14840. Below that a test of 14590 to 14530 and the 1420 to 14150 region is likely.





July Heating Oil

Resistance should appear near 16420 to 16550 and the 16890 to 16960 region. Beyond that sellers should appear near 17740 to 17800.

Support should appear near 15350 to 15210 and the 14960 to 14840 region.. A close under is negative and augurs for a test of 142109 to 14150.





The Lively Livestock

Live Cattle :

Cow slaughter is running below a year earlier. As of the third week of May total cow slaughter was down 5.5% from last year. With Dairy cows down 5% and beef cows down 6.4% versus 2004. The declines are on top of the 11% decrease for the same period in 2004 versus 2003. Reducing the slaughter of cows along with the levels of replacement cow prices is very strong evidence that cow-calf producers are building the breeding herd.. While there is progress being made to open the Japanese border for U.S. beef ,it is a slow process and news items are being readily ignored as a item to trade upon..

August Cattle

Support should appear near 8222 to 8192 and the 8137 to 8117 region.

Resistance is at near 8392 to 8407 and the 8487 to 8502 region. Beyond that sellers should appear near 8667 to 8682.. Traders can sell at 8667 and risk a close over 8792 for three days in a row



Lean Hogs :

Cash hog prices stabilized late week after a substantial decline earlier in the week.

This occurred during the period of the year when prices are usually developing strength. W

With less than a 1% increase in slaughter from last year live hog prices for the last two Fridays has been 5.00 to 7.00 per cwt below a year earlier and carcass prices have been around \$7 below 12 months earlier... While one cannot write off a summer rally the probabilities remain high that we have seen the high in prices for 2005.

We still see substantially lower prices for some time as we feel the demand growth of 2003 and 2004 is going away and hog prices will be pushed sharply lower.. The risk to prices now is an increase in herd size..

Which we feel will eventually also show up..

While demand for live hogs for January-April of 2005 was up over 3% from a year earlier we believe the odds favor losing some of this live hog demand growth as we go through the remainder of the year..

Live cash hog prices this Friday morning were 1.00 to 1.25 lower compared to a week earlier. Peoria stood at 45.00 and St. Paul was 48.00 per cwt.

The closely followed weighted average carcass price was 1.71 lower to 1.06 per cwt higher compared to 7 days earlier. With the western Corn belt at 67.30 and eastern Corn belt at 66.16..While the Nation was 66.95 per cwt.

Wholesale pork product prices were close to a week earlier except for bellies, which were down 18 cents to near the 6000 to 6400 region..

Demand for bellies during the past 2 weeks declined substantially. 14-16 pound bellies as of Friday morning cash prices 33.00 per cwt below 2 weeks ago.. Mean while all cuts were down substantially from two weeks earlier except for hams as retailers prepare their product lines for the July Fourth Holiday..

On the export side , an Australian court stopped imports of pork from the U.S. and Canada this week supposedly because of the possibility of getting a hog disease they do not now have.

While US exports of pork to Australia are up sharply from a year earlier; they are still small and loss of Aussie as an export market should not impact prices very much....It may however impact opinion.

July Hogs

Support is at 6757 to 6742 and the 6672 to 6657 region.. A close under is negative and augurs for a test of 6592 to 6577 .. Below that buyers should appear near 6512 to 6482 and the 6432 to 6417 region. Which should contain a decline for a bit.

Resistance is at 6807 to 6837 and 6907 to 6922 . Beyond that sellers should appear 6992 to 7002 and the 7072 to 7087 region. Traders can sell at 7067 and risk a close over 7187 for three days in a row

Aggressive Traders should go short if a close under 6647 occur..

Trade Accordingly and stay tuned for Updates and Flashes



October Hogs

Support is at 5732 to 5717 and the 5577 to 5552 region.. below that buyers should appear near 5507 to 5492 and the 5432 to 5417 region.

Resistance is at 5792 to 5807.. Beyond that sellers should appear near the 5852 to 5882 and the 6022 to 6037 region .. Above that sellers should appear near 6102 to 6112. Traders can sell at 6102 for a turn lower and risk a close over 6212 for three days in a row hold for lower prices..



July Pork Bellies

Resistance should appear near 7142 to 7177 and 7242 to 7257 .. Beyond that sellers should appear near 7327 to 7342 and the 7487 to 7512 region. Traders can sell at 7417 to 7432 for a turn lower and risk a close over 7522 for three days in row. ...

Support is at 7002 to 6987, a close under is negative and augurs for a test of 6922 to 6907 and the 6837 to 6807 region. Below that an eventual trade towards 6672 to 6657 is likely .. Traders should go short if a close under 6987 occurs

Trade accordingly and stay tuned for flashes and updates





August Pork Bellies

Resistance should appear near 6907 to 6922 and the 6992 to 7002 region. Traders can sell at 6987 and hold for lower prices.. Beyond that sellers should appear near 7142 to 7172 and the 7327 to 7342

Support is at 6757 to 6742 and the 6592 to 6577 region.. a close under is negative and augurs for a test of 6352 to 6337

Trade accordingly and stay tuned for flashes and updates

The Grande' Grains

July Soybeans

Recommended open position , short 667 ¼

Support is at 667 ¾ to 665 ¾, a close under augurs for a test of the 650 ¾ to 648 ¾ . Below that buyers should appear near 643 ¾ to 641 ¾ and the 635 to 637 ¾ region.

Resistance should appear near 680 ¾ to 683 ¾ Beyond that sellers should appear near 690 ¾ to 691 ¾ and the 699 to 700 ¾ region Beyond that sellers should appear near 714 ¾ to 717 and cap a rally..





July Soymeal

Recommended Open Position Short at 212.4

Support should appear near 213.4 to 212.87 and 204.2 to 203.4 is negative and augurs for a test of the 195.3 to 194.6 region.

Resistance should appear near 217.0 to 218.5 and 221.9 to 222.6. Beyond that sellers should appear near 231.5 to 232.2





July Soybean Oil

Resistance should appear near 2315 to 2322 and 2354 to 2370 . Beyond that sellers should appear near 2461 to 2469 and the 2511 to 2519 region , Which cap a rally. Traders can sell at 2459 and risk a close over 2527 for three days in a row

Support should appear near 2226 to 2219, A close under augurs for a test of 2185 to 2170. Below that a test of 2089 to 2080 is likely.





July Corn

Recommended open position Short 225 3/4

Support should appear near $213 \frac{1}{2}$ to $212 \frac{3}{4}$ and $208 \frac{3}{4}$ to 208 .. Below that a test of $204 \frac{1}{4}$ to $203 \frac{1}{2}$ is likely

Resistance is at the $221 \frac{3}{4}$ to $222 \frac{1}{2}$.region. Beyond that sellers should appear near $226 \frac{3}{4}$ to $227 \frac{1}{2}$ and $231 \frac{1}{5}$ to $232 \frac{1}{4}$





July CBOT Wheat

Recommended open position Short 331 3/4

Resistance should appear near 326 to 327 and 331 3/4 to 332 3/4 .. Beyond that sellers should appear near 342 1/2 to 344 1/4 and the 349 1/4 to 350 1/4 region

Support should appear near 321 1/4 to 319 1/2 and the 310 1/4 to 309 1/4 region. A close under augurs for a test of 299 to 297 1/4





The Satisfying Softs

July 'The Monster' Coffee

Support should appear near 12380 to 12320 and 12030 to 11920 .. Below that 11690 to 11640 should hold.
Resistance should appear near 12680 to 12740 , a close over is friendly and augurs for a test of 13040 to 13100 and 13340 to 13460 region.





Sept 'The Monster' Coffee

Recommended open position long 2 at 12505

Support should appear near 12740 to 12680 and 12380 to 12320 .. Below that buyers should appear near 12030 to 11920

Resistance should appear near 13040 to 13100 and 13340 to 13460 .. Beyond that, a trade towards 13770 to 13830 is likely.



Sept Cocoa

Support is at 1421 to 1415 and 1383 to 1377.. Below that a test of 1346 to 1334 is likely.

Resistance is at 1459 and 1484 to 1496 .Beyond that sellers should appear near 1529 to 1535, which should cap a rally..





Oct Sugar

Support should appear near 882 to 877 and 852 to 847 .

Resistance should appear near 907 to 912 and the 932 to 941 region.





July Cotton

Support should appear near 4785 to 4775 and the 4650 to 4635 region. Below that buyers should appear near 4585 to 4570 and the 4515 to 4505 region..

Resistance should appear near 4845 to 4855 and the 4970 to 4995 region. , Beyond that sellers should appear near 5055 to 5070 and the 5125 to 5140 region





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

Happy Trading !

Bill wil@futurescom.com

1-866-409-3890

Sunday June 5th , 2005

12:25 PM South Florida Beach Time

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BW Recommended Open Positions 6-04-2005

Long Sept SP500 1180.6

Short July Soybeans 667 ¼

Short July Soymeal 212.4

Short July Corn 225 ¾

Short July Wheat 331 ¾

Long 2 Sept Coffee 12505 avg