

June 9, 2009

Friends:

The sales triggers using the parabolic 66 day parameter were hit yesterday in nc corn and nc soybeans...The trigger using last week's low has not yet been hit.

For old crop soy if you are playing home run derby have not yet been hit, the Pb66 today would be at 11.96.

To be fair, I am being conservative but the last thing farmers need is a bullish advisor normally.

IT is IMPORTANT to note that crude oil should rally to the \$79.75 area on this run, so it has another \$9 to the upside. This should provide some support. As well, Gold is in the process of establishing a very pivotal double-top that has not yet completed. In addition, old meal is likely going to run to test its highs at \$450. If and after that occurs look for meal to drop \$150 in about 3 weeks. (just like beans last year)

Some very interesting data I saw yesterday calculates that M3 has only been growing at 8% per annum despite all the trillions the feds have thrown at this thing. Debt default which equals currency destruction has offset the fed slosh. So, the point being that the odds of hyper-inflation might be far lower than some of the pundits fear. As well, since M3 is not negative it seems quite unlikely we have a depression at this time. All of that could change of course with a few well placed warheads in the Mideast.

Just thought this data might be of interest.

It seems the hog market might finally be in the process of bottoming. IF you are a grain farmer, sell some CN10 and buy some LHJ10 for a very nice low risk hedge of your financial future.

Ken