

<b>MARCH CORN CH10</b>			Support 1	Resistance 1	Fiala Fund Estimate	8 Yr. Record Long
Long Term Trend Down	Intermediate Term Trend Down	Short Term Trend Down	348	355	118k	+347k
			Support 2 344	Resistance 2 359	CFTC Fund w/opt 02/02 110k	8 Yr. Record Short -129k
			<p>Corn trade is called 3 to 5 higher due to profit taking by market shorts ahead of the USDA Supply and Demand report tomorrow. The outside market influence is mostly neutral; crude is 5 lower, the dollar is lightly lower, and the DOW is 20 higher. The average trade guess heading into the USDA report tomorrow morning is for the new carryover number to be at 1.75 versus the 1.764 billion bushel number in Jan. The range of expectations is 1.6-1.82 billion. The market is looking for exports to be lower but the ethanol usage should increase to give us the lightly lower carryover number. I think the USDA will leave the carryover unchanged, which should produce a neutral report overall. Unless there is a bullish surprise tomorrow, the trade should continue to follow the recent lower trend. There is still some support on the chart at \$3.47-50, but we have to drift lower until price can stimulate consistent end user buying. Nearby resistance on the chart is up at \$3.66 which is the 20-day. In the big picture, we are still 50 cents above the front board late summer/early fall low and over 60 cents above the late 2008 low. You can argue that there is a more bearish fundamental picture looking forward today than at any point during the last 4 to 5 years. Granted the outside markets do not suggest we need a 3 in front of corn just yet, nor is the 2010 crop grown, but we need to be clear about where we could/should head in the coming months if the planting season weather looks good.</p>			
<b>MARCH SOYBEANS SH10</b>			Support 1	Resistance 1	Fiala Fund Estimate	9 Yr. Record Long
Long Term Trend Down	Intermediate Term Trend Down	Short Term Trend Down	908	920	13k	+156k
			Support 2 902	Resistance 2 927	CFTC Fund w/opt 02/02 21k	9 Yr. Record Short -56k
			<p>Soybean trade is called 10 to 14 higher due to position squaring ahead of the USDA report tomorrow. The recent selloff has left the charts oversold so profit taking by market shorts ahead of the report could continue the short-term bounce. The trade is expecting a lower carryover number from the USDA tomorrow morning, but the good exports and crush so far this year do not make this a surprise. It's the future items that have beans under pressure as of late with the big South American crop coming and expectation for big U.S. acreage this coming year. The average trade guess for the new USDA carryover is at 217 million versus the 245 million on the January report, the range of guesses is 175-245 million. On the chart, beans did find psychological support at the \$9 area last week. Nearby resistance is up at \$9.23 and then \$9.43 which are the 10- and 20-day moving averages respectively. I continue to believe that bounces should be sold here. We still have to respect the negative fundamentals and the next downside targets are the \$8.78 October low and then the \$8.43 March low followed by the \$7.76 December 2008 low. If the speculative interest is not chasing the market higher and end users have scaled into 2 to 6 weeks of coverage, there will be no one left to chase rallies, similar to what we have seen many times over the past several years.</p>			
<b>MARCH WHEAT WH10</b>			Support 1	Resistance 1	Fiala Fund Estimate	9 Yr. Record Long
Long Term Trend Down	Intermediate Term Trend Down	Short Term Trend Down	468	477	-39k	+51k
			Support 2 463	Resistance 2 482	CFTC Fund w/opt 02/02 -39k	9 Yr. Record Short -60k
			<p>Wheat trade is called 4 to 5 higher due to spillover support from the row crops. Like corn and beans, wheat should find support due to position squaring ahead of the report. The average trade guess for the wheat carryover is 975 versus the 976 million bushel number last month; the range of guesses is 875 million -1 billion. This is a historically very bearish carryover and the current stocks to usage ratio of nearly 50% will likely limit buying interest on bounces. Most analysts expect that world carryover numbers will also increase on the report tomorrow. Despite the expected negative report, we do not need to head to \$4 until we are closer to the growing season. So the biggest negative pressure should be past us at this juncture. I believe we should still be thinking to sell rallies, but trade should flatten. Nearby chart support is last Thursday's lows, and resistance is at the 10-day moving average which is at \$5.05 in Minneapolis on the March contract, \$4.91 in KC, and \$4.81 in Chicago.</p>			

# Livestock

<b>APRIL LIVE CATTLE LCJ10</b>			Support 1	Resistance 1	Fiala Fund Estimate	3 Yr. Record Long
Long Term Trend <b>Up</b>	Intermediate Term Trend <b>Down</b>	Short Term Trend <b>Up</b>	9000	9100	83k	+88k*
			Support 2 8960	Resistance 2 9160	CFTC Fund w/opt 02/02 84k	3 Yr. Record Short +1k
			<p>Live cattle trade is called 10 to 30 higher due to follow-through buying and cash optimism. Cash trade is called steady to \$1 higher with most of the business expected late in the week. The aggressive spending late last week is noted for the firmer cash calls. Asking prices will start the week very firm at \$89/\$142, but slipping processing margins will likely prevent prices from reaching that area. The cutout finished lower on Friday with choice off 81 at 137.90 and select was down 64 at 135.46. On the chart, cattle did gap higher on Friday, but the inability to hold onto those highs late on Friday sends some mixed chart signals for today. Nearby resistance is up at \$91.35 on the June contract, which was the late January high. Support s down at \$89.60-90 which is where we find the 10-, 20-, and 200-day moving averages.</p>			
<b>APRIL LEAN HOGS LHJ10</b>			Support 1	Resistance 1	Fiala Fund Estimate	3 Yr. Record Long
Long Term Trend <b>Up</b>	Intermediate Term Trend <b>Down</b>	Short Term Trend <b>Down</b>	6615	6740	39k	+45k*
			Support 2 6557	Resistance 2 6807	CFTC Fund w/opt 02/02 33k	3 Yr. Record Short -20k*
			<p>Lean hog trade is called mixed due to a combination of light bull spreading and profit taking by market longs. The bear move should be cooling off a bit, so a firmer cattle market could provide some spillover support near-term. Cash trade is called steady to \$.50 higher today due to thoughts of short-bought packers along with ideas of stabilizing pork carcass values. On the chart, the trade did bounce off the early week lows last week, but the market has a sell the rallies mentality right now. Nearby resistance is up at 67.57 which is the 100-day. Support is just below the current market at \$66.62 which is the 200-day.</p>			

*There is a significant risk of loss in futures trading. Past performance is not indicative of future results. Support, resistance and trend numbers or biases are based on mechanical technical methods that are only provided as numbers and pose no recommendation to buy or sell nor guaranteed for accuracy.*

*\*Recent CFTC Record*