

Wheat: Despite the selloffs in July, the long term chart for Wheat suggest a turn into secondary advances that will work back up into the selloffs of March-May. Lead contract prices suggest the down trend momentum has stalled into basing trade and we should look for the current short term slide shift to bottoming action off the late May-early June lows. Only a September contract close below 746 1/2 alerts for continued sliding declines to reach down along 700. If trade stabilizes over 800+ as we work into August, watch for a closing turn over 853+ to mark an initial bottoming turn that will produce an emerging secondary bull drive to reach against the 952 3/4 lead contract summer swing high.

Corn: The Corn is showing a major peaking turnover in July, but expect residual long term bull forces to attempt secondary rallies, retracing a portion of the July downturn. A close over 653 in the December contract will secure a solid upturn for a corrective bull swing that could climb to 715-730. Be prepared for trade to work on basing trade along 600- in the first half of August as trade tries to trigger a momentum turn into retracement moves. Expect continued lead contract support along 575 to help bounce trade to corrections. A close under 575 is needed to initiate another sustained bear slide to reach for 550-.

Soybeans: The Beans remain long term bullish, but the July drop off highlights a significant peaking turn that implies an extended correction phase into the end of the summer. We may see secondary rallies try to recapture bull forces and push into the July downswing. A November close over 1434 will boost recovery rallies, but note that a close over 1528 by November Beans is needed to spark a pressing bull drive back to the early July swing high. Be alert for secondary rallies to fade around 1500-1528 which in turn will lead to sideways defensive short term trading swings. A close under 1327 1/2 should be respected for a potential turn into an extended bear slide to lower levels.

Pound: Overall the Pound remains in a downturn. However, the stabilized trade off 194- since early in the year has shifted trend forces to sideways congestion, hinting for a basing setup. The market alerts for a bull upturn from congestion to launch retracement moves over 200+. A close over 201 will spark positive trending trade to a swing target around 204. A close beyond 20420 signals for a stronger bull drive to 20600+. The checked rallies against 199-200 in July is prompting trade to ease back to continued choppy sideways trade for the coming month. Currently a close back under 19345 is needed to trigger a meaningful bear downturn to lower prices.

Euro: The Euro remains in a major bull trend, but long term momentum forces has stalled, prompting trading swings of recent months to shift in sideways flagging congestion. A closing punch over 15955-16000 is needed to rekindle and motivate new sustained bull drives that stretch to 16250-16350. The failed rallies in July against the April swing high is prompting short term reactionary

selloffs into the end of July and could foster defensive pressures on trade in early August. Be ready for additional defensive trade along 155-. A close below 15299 lead contract alerts for a preliminary downside breakout from congestion and could promote a significant selling wave to the 15024*-14900 weekly support area.

J-Yen: The Yen remains in a major bull trend, but the March-July selloffs continue to work short term trade action through a correction phase, testing weekly retracement support associated with 9250-. The 9250 level may yet develop into a multi-week low / base level that could trigger a turn back up around 9750-9800. Use a sustained close over 9531 to initiate a turn up from the down trend and spark climbing moves around 9750-9800. The struggles to hold rallies over 9531 in July is prompting current short term selloffs to drive to another test around 9250+/- . A sustained closing turn under 9240 rekindles bear trending signals, suggesting a new bear leg to 9100-.

T-Bonds: The Bonds appear to have worked through a significant correction phase, dropping declines in recent months to test major retracement support at 113-112. After testing the 113-112 levels in the first half of June, the market has rebounded into a short term recovery phase that still calls for sideways higher short term trading swings, working trade back into weekly congestion at 116-118. Suspect attempts to extend rallies over 116+. Sustained action over 116 hints again for short term advances near 11716+/- . However, the market will need to post a close over 11805 to signal for a major bull trending climb to higher levels. If lead contract trade can not hold over 116+, then we may see bear pressures on trade to again press under 114-. A close under 11312 rekindles bear trend forces to send another probing test against the 112145 June weekly swing low. Best bet is continued short term trading swings between 117 and 114 over the coming month.

S&P: The S&P shows a bear trend with selloffs of June-July driving to a test under the swing lows from earlier in the year and 1240 long term weekly support. The market's reluctance to sustained selloffs under 1240- in July is alerting for a potential swing low to the past 10 months of selloffs / defensive trade. Look for a continued fight to stabilize off the 1240+ level and lead into a turn back to sideways higher trending trade. A sustained turn back under 1230- is needed to recapture bear trend forces and send a selling wave to 1170-. If trade shows basing congestion over 1240+, then begin watching for a turn over 1292 to boost recovery rallies into August. A close over powered advance over 1350+ provide positive signals for a larger emerging bull climb to 1420. Adopt a basing / bull outlook off 1240+ as we look into the fall period.

Gold: The rallies of July sent probing moves to challenge key overhead resistance and attempt to renew long term bull trending trade. However, stalled drives over 96230 lead contract resistance stopped the market shy of the March high and warns for a failed upswing. The reluctance to climb over 96230 and

reactionary selloffs into the end of July cautions for a roll back to selloffs, back through the weekly congestion of recent months. A breakdown under 900- will reinforce a momentum shift in the pattern to the downside, calling for pressured trade to test under 860-. A subsequent close under 848 alerts for a larger topping selloff to extend defensive flagging moves down to 815-800. The lead contract will need to muscle a close over 953/960 to rekindle bull forces and spark drives to attack previous weekly swing highs.

Silver: The long term bull trend of Silver still shows trade in a correction phase, working through sideways-lower defensive congestion. Trade is trying to base and generate a turn back to bull advances. However, a sustained drive over the July swing high is needed to recapture longer term bull trend forces and power secondary rallies to 1920+ lead contract. Current the stalled July rallies and reactionary selloffs into the end of the month warn for defensive trade to slide into a challenging test of recent weekly congestion lows. A close under 1625-1600 opens up a selling wave around 1493 lead contract. Await a turn from congestion to gives clues for the next trend direction.

Copper: The Copper has moved into what is best described as sideways consolidation on the longer term weekly chart. Rejected June rallies with the selloffs in July leaves trade on the defensive and we should be prepared for continued sideways lower short term trading swings between 385 and 350. Still expect a lead contract fight to stabilize off the 350 area. A close under the 34965 weekly swing low from March implies a washout selloff to 339. A close over 38745 is needed to spark a trend shift to climbing moves to again reach for the 400's. Best bet is choppy sideways trading swings centered around 365-380 for the month of August.

Crude Oil: The Crude remains in a major bull trend, but sharp selloffs in July suggest a shift into a correction phase that could carry over into August. The declines of late July did find support around the low 120 area and we should be alert for rebounding action into July that could boost secondary rallies into the July downswing. However, the peaking turn should blunt retracements up around 135-137 and in turn roll trade back to defensive congestion as we work through August-September. The market has a need to consolidate the strong gains of the past couple years. Trade will need to power lead contract prices into a sustained upswing over 137+ to spark drives back to the July peak. A break down below 119 warns for another bear leg or extension of the July downswing that could send a wash to 112-109. Expect long term support to emerge off 109+ and allow major bull trend forces to return trade back to advances. Best bet for August is initial modest rebounds and then a shift to defensive trade in the 137 to 120 zone.

Natural Gas: The Natural Gas is showing a major bear turnover and retains a downside target to major retracement support at 8439. We may see trade fight for a short term rebound or correction off the 9000- level in early August,

prompting lead contract to retrace, but stalled recovery action against 10100-10300 will likely lead to secondary declines to attack under 9000-. A close over 10675 is needed to secure a reversing turn fro sustained retracements. Tight congestion under 10675 for 1-2 weeks will provide a bear flag setup for selloffs under 9000-. A close under 9900 calls for the extension to 8439. once trade tests at 8439+/-, then be alert for a stronger or more sustained recovery.

Cattle: Overall Cattle shows a major bull trend, but the setbacks in July pressured a corrective retracement of the larger advance. We may see corrective pressures carry over into August, but suspect emerging support around 10350+/- for the October contract if the major bull forces remain intact. A sustained downturn under 10350 will damage the longer term bull structure of the market and warns for sliding moves back along 100. Thus suspect a continued fight by the October contract to hold and base over 10350+ and try to muscle a turn back to friendly trade. Currently a close over 10960-110 is needed to signal a return to the long term bull advance and send trade climbing to the 11320 June swing high.

Hogs: The long term weekly chart for October Hogs suggested a negative turn with the sharp selloffs into the end of June. The creeping recovery trade throughout July hints for flagging action, but has muscled a positive short term turn that restricts the bear downturn of June and cautions for additional climbing moves up around 7600 cents. However, note that an outright bull trend will not be triggered until October is able to muscle beyond 7600 cents. Be on guard for stalled rallies approaching 7600 that would caution for a bear roll over. A drop under 7200 warns for a selling wave down along 7060-7000.

Sugar: The unusually strong rebounding rallies right into the end of July leaves the market pattern alerting for a larger bull wave. Powering breakout rallies over 1435 / 1507 lead contract could kick off significant bull drives reaching for 16-17 cents, testing back against the monthly downturn from the summer of 2006. If rallies in August quickly fade just over 1400+, then be prepared for a fall back to 1-2 weeks of tight sideways congestion around 1400-1257. A close under 1257 is needed to void the emerging bull setup. Tight congestion will likely build for an attack over 1435/1507.

Coffee: The Coffee remains in a long term bull trend. The market in recent months has been working off the correction phase caused by the sharp setbacks in March, but stabilizing trade in the 130's appears to be setting up for a new bull upswing as we work into the fall. If we did see a penetration under 131-130, the bear turn must be respected for a significant turn back to lower levels. However, look for current short term selloffs to fight for a basing turn off the 135-131 levels which in turn will allow for a momentum turn back to long term bull trending moves. The basing action off 135 may already have establish a staging levels for renewed rallies. Use a close over 14210 to signal a positive turn and a close over 14670 to drive another run against the last 15405 swing high. A lead contract

close over 155 or thrust past 157 highlights major climbing bull moves to challenge the March swing high.

Cotton: The December Cotton is still being influenced by the down trending action of recent months. However, the break down in July appears to have stalled off the low 7000's and now cautions for a basing turn for a climb back to the upside. A close over 7584 will generate a positive turn and likely rallies that will reach for 7900-8200. A close under 7078 warns for a sustained slide to 6870.