

## Bi-Weekly Investment Outlook June 29<sup>th</sup>, 2002



[Sunday night AM Broadcast and Internet Radio Show](#)  
"Not for Widows and Orphans"



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"I made my money by selling too soon." --Bernard Baruch--

Saturday June 29<sup>th</sup>, 2002  
6:00 AM

Moving Averages: 5 Period Close, 21 Period High, 55 Period Close, 200 Period Close

### The 'Frenzied' Forex Front



Further weakening of the Dollar over the last two weeks was the featured item on the menu as a the reversal of the long-term trend up in the dollar continued..

A voice out of the recent past spoke out last week..

*George Soros said he wouldn't be surprised if the dollar loses a third of its value during the next several years. He also said stock markets "could go much lower" basically repeating his opinion made last year after the Sept 11<sup>th</sup> attacks..back then he felt a rally would occur , then sideways and down.. His fear now is that the U.S. economy quickly loses it's footing but he also hopes that can be avoided....*

All one has to do is take a look at the longer term charts to realize how much the dollar has indeed strengthened over the years to realize that the recent decline may only be a beginning of something larger.

Japan is very concerned that any huge run up in the Yen will impair its rather timid recovery. In response to the dollar strength versus the Yen, Japan's Finance Ministry intervened in currency markets Friday.... Vice Finance Minister for International Affairs Haruhiko Kuroda said Friday. "We will continue to closely monitor the foreign exchange markets and take appropriate actions."

In addition to the BOJ, there was intervention by the European Central Bank and the New York Federal Reserve Bank **on behalf of the BOJ**. Further intervention can occur at any time..with the net result leading to a range bound trading affair for the Yen...

*Traders should not confuse Japanese intervention through it's trading partners' Central Banks as the partners themselves intervening.*

**September Yen**

**Support** should appear near 8391, a close under augurs for a test of 8314 to 8300 and the 8223 to 8194 region... Below that buyers should appear near 8134 to 8119. Well-heeled aggressive traders can buy at 8134 for a bounce and risk a close under 8022 for three days in a row.

**Resistance** should appear near the 8484 to 8499 region and 8560 to 8589 .. Traders can sell at 8482 for a turn lower and risk a close over 8593 for three days in a row Beyond that a test of 8668 to 8683 is likely , while 8762 to 8777 should Cap a Rally..

Aggressive Traders should go short if a close under 8377 occurs..

**Monthly Yen Futures**

%JY O:0.8395 H:0.8481 L:0.8315 0.8403 -0.0005 MovS1=0.7863 MovS2=0.8449 MovS3=0.8452



**Weekly Yen Futures**



### September Euro Currency (EC)

**Support** should appear at 9879 and the 9837 to 9821 region .. Below that buyers should appear near 9737 to 97060 region.. Traders can buy at 9841 and risk a close under 9821 for three days in a row.. Under that buyers should appear near 9641 to 9625 and 9584.

**Resistance** is at 9921 to 9937.. A close over is friendly and augurs for a test of 1.0021 to 1.0037 and the 1.0104 to 1.0136 region... Beyond that a trade towards 1.0320.to 1.0360 is likely . Traders can sell at 1.0317 for a turn lower ..If all Hell breaks loose a trade towards 1.0580 to 1.0680 is likely to occur.. Traders who sleep on a bed of Nails can sell at 1.0577 for a turn lower and risk a close over 1.0687 for three days in a row.

Traders should go long if a close over 9941 occurs..

**Stay tuned for Updates ...**

**Daily EC Futures**

%EC H:0.99560 L:0.98020 0.98850 +0.00370 MovS1=0.97932 MovS2=0.95801 MovS3=0.92398 MovS=0.89746



### Weekly EC Cash

FXEUUSMUL O:0.9878 H:0.9991 L:0.9836 MovS1=0.9567 MovS2=0.9101 MovS3=0.8953 MovS=0.9723



## Monthly Cash EC

FXEUUSMUL O:0.9878 H:0.9991 L:0.9836 MovS1=0.9133 MovS2=0.9158 MovS3=0.9885 MovS



## September Swiss Franc

**Resistance** should appear near the 6809 to 6835, a close over is friendly and augurs for a test of 6906 to 6919 and beyond towards the 6990 to 7003 region. Above that a 'tap' of the 7074 to 7083 region is likely..

**Support** should appear near 6753 to 6741 . Under that support is at 6673 to 6659.. Traders can buy at 6709 for a bounce and risk a close under 6654 for three days in a row. Below that buyers should appear near the 6591 to 6577 region and 6509 which should contain a decline..

Traders should go long if a close over 6838 occurs.

## Monthly Swiss Franc Futures

%SF O:0.6725 H:0.6795 L:0.6700 0.6756 +0.0032 MovS1=0.6232 MovS2=0.6117 MovS3=0.6350



### Weekly Swiss Franc Future

%SF O:0.6725 H:0.6795 L:0.6700 0.6756 +0.0032 MovS1=0.6517 MovS2=0.6210 MovS3=0.6046



### September British Pound

**Support** should appear near 1.5172. Traders can buy at 1.5172 for a turn higher and hold for higher prices.. Below that support should appear near 1.4960 to 1.4840

**Resistance** is at 1.5290 to 1.5350 , a close over is friendly and augurs for a test of 1.5510 ..

Beyond that a trade towards 1.5690 to 15760 is likely.

Traders should go long id a close over 1.5362 occurs.

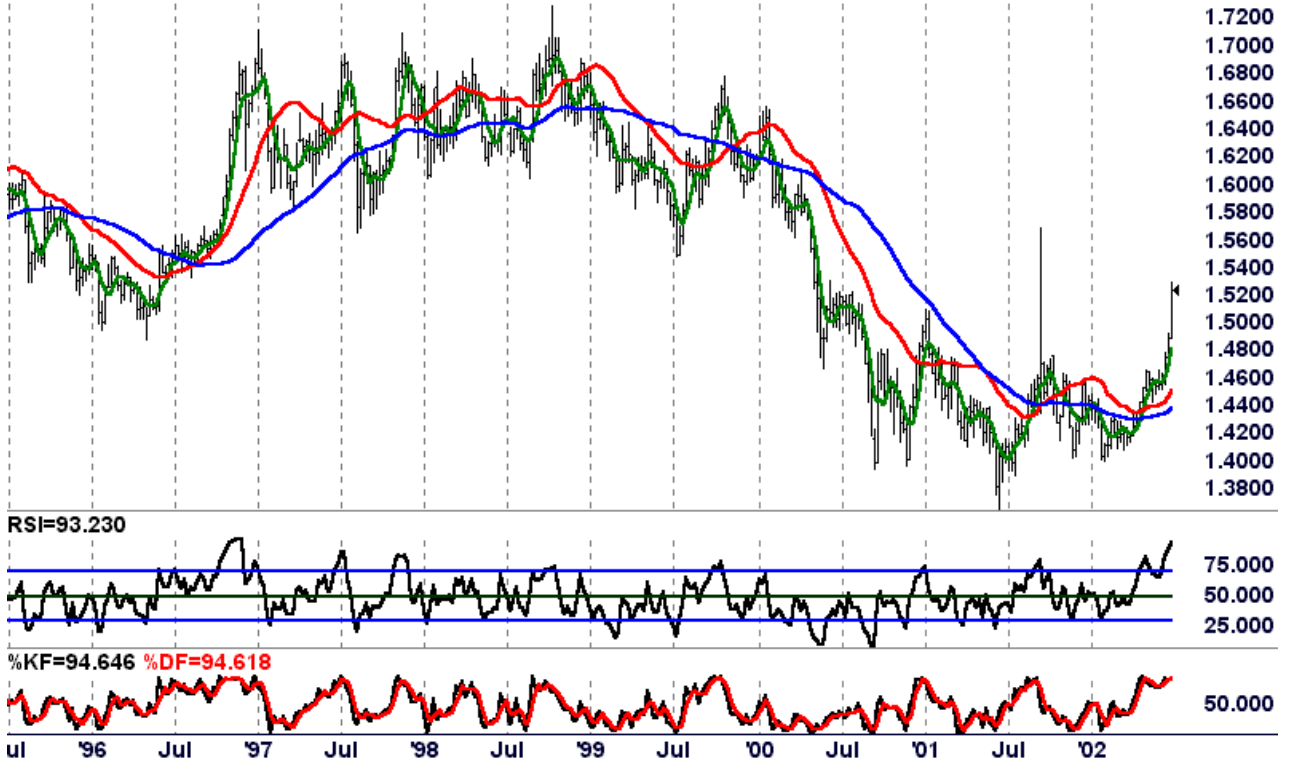
### Monthly British Pound Futures

%BP O:1.5214 H:1.5306 L:1.5150 1.5244 +0.0042 MovS1=1.4535 MovS2=1.4695 MovS3=1.5450



### Weekly British Pound Future

%BP O:1.5214 H:1.5306 L:1.5150 1.5244 +0.0042 MovS1=1.4807 MovS2=1.4518 MovS3=1.4387





The fundamentals remain in place for additional strengthening of the Canadian Dollar. Positive economic indicators and the potentiality of further interest rate increases by the Bank of Canada should keep the Canadian firm on dips...

**September Canadian Dollar**

**Support** should appear at 6577 then 6543 and 6509 to 6482 under that 6430 to 6417 should contain a decline.. Traders can buy at 6547 and risk a close under 6477 for three days in a row..

**Resistance** is at 6627 and 6659 to 6673... A close over augurs for a test of 6741 to 6753 and the 6809 to 6835 region .. Above that resistance is at 6906 to 6919 and 6990 to 7003.

Traders can sell at 6987 for a turn lower, initially risk a close over 7092 for three days in a row.. stay tuned for Updates

Traders should go long if a close over 6631 occurs..

**Daily Canuck**

%CD O:0.6600 H:0.6640 L:0.6556 0.6586 -0.0009 MovS1=0.6578 MovS2=0.6544 MovS3=0.6454



**Weekly Canadian Dollar Future**





### Monthly Canuck



### September Aussie Dollar

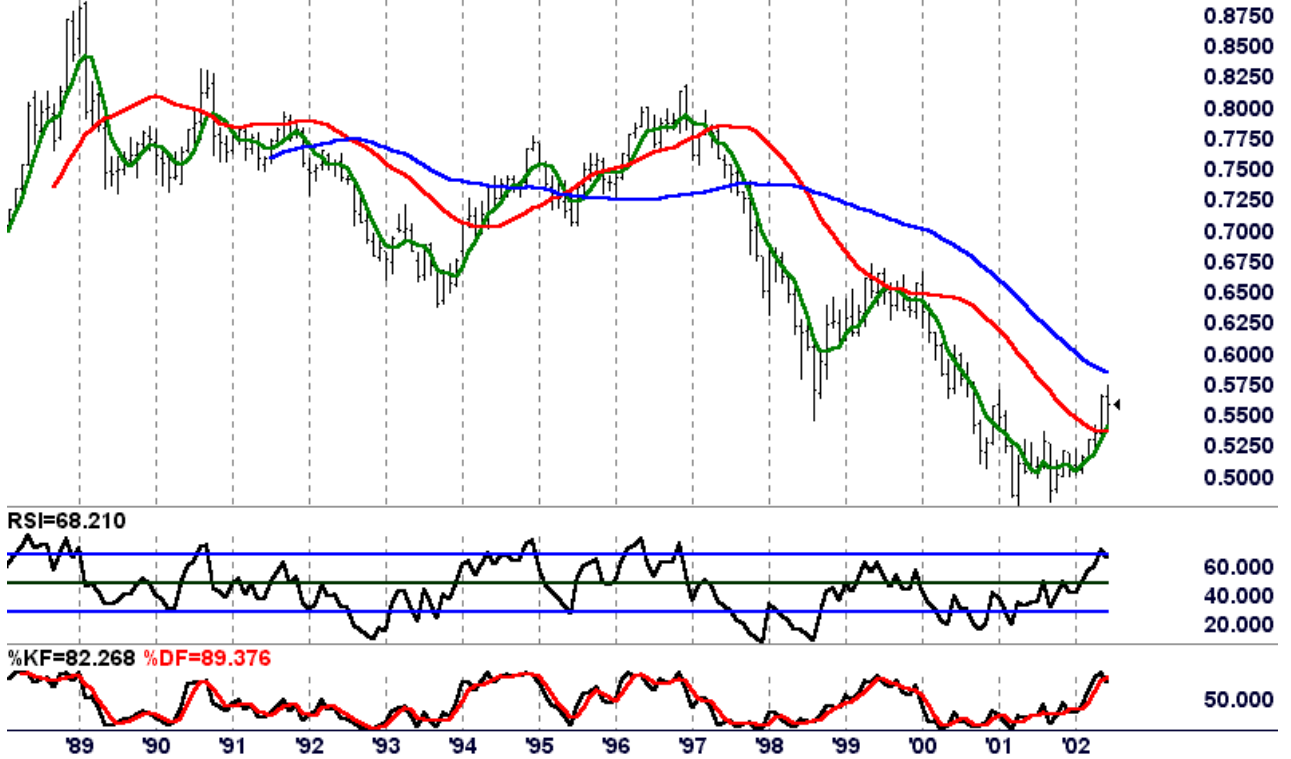
**Support** is at 5577 to 5553. Under that 5504 to 5492 should contain a decline for a bit.. Below that Buyers should appear near 5430 to 5418 and the 5356 to 5344 region. Traders can buy at 5433 and hold for higher prices..

**Resistance** is at 5640 to 5653 , a close over is friendly and augurs for a test of 5716 to 5729 and eventually 5855 to 5880, which should Cap an advance ..Beyond that sellers should appear near 5940 to 5957 and 6023 to 6035.

Traders should go long if a close over 5656 occurs..

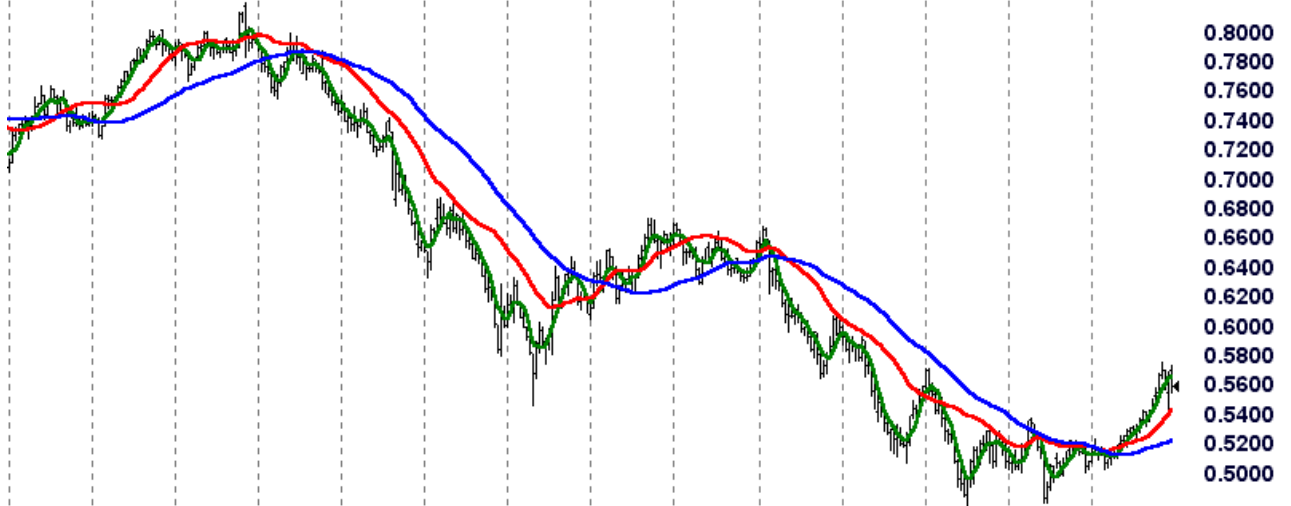
### Monthly Australian Dollar Future

%AD O:0.5611 H:0.5630 L:0.5565 0.5600 +0.0027 MovS1=0.5421 MovS2=0.5379 MovS3=0.5862 MovS

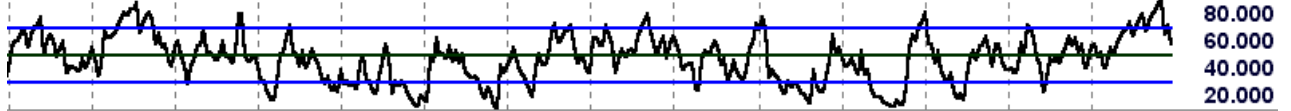


### Weekly Aussie Dollar Futures

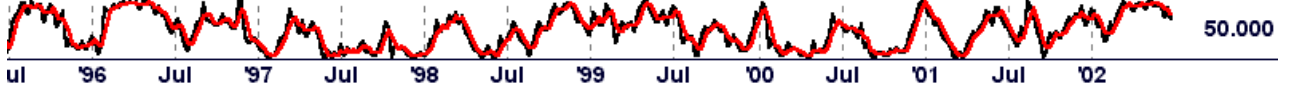
%AD O:0.5611 H:0.5630 L:0.5565 0.5600 +0.0027 MovS1=0.5656 MovS2=0.5427 MovS3=0.5226



RSI=57.497

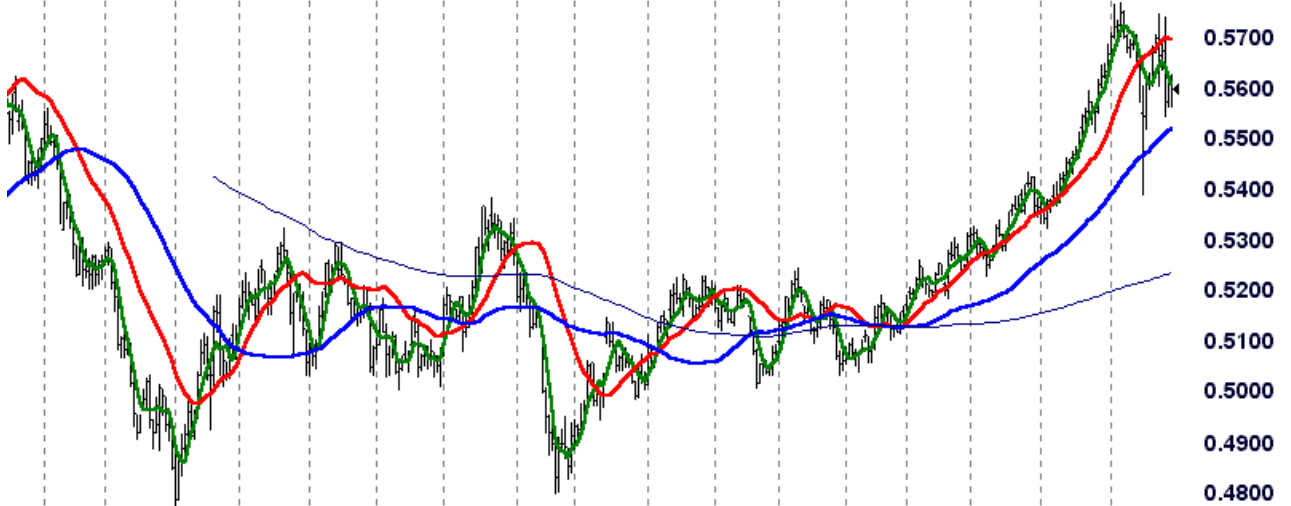


%KF=68.207 %DF=75.336

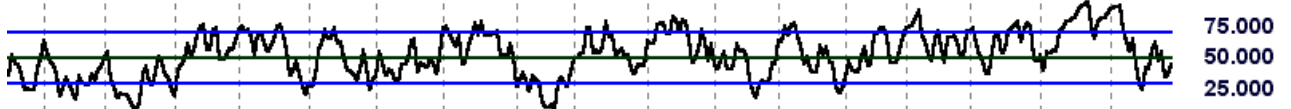


### Daily Aussie Futures

%AD O:0.5611 H:0.5630 L:0.5565 0.5600 +0.0027 MovS1=0.5609 MovS2=0.5699 MovS3=0.5522 MovS=0.5237



RSI=44.526



%KF=58.011 %DF=51.725





## The Sensational Stock and Bond Markets

More Accounting Problems, as WorldCom became the latest purveyor of fraudulent data as Ex-Treasury Sec Sommers said last week .” more are likely to happen and the whole process is a cleansing one “Notably... Xerox , made a go for the top spot on Friday ...

*Now I do not suggest anyone tries this .. I certainly will not .. but how hard does one have to scrub ones hand before bleeding actually begins..!!!*

GCB's (Government Bean Counters ) are compiling benchmark revisions of the national economic statistics to be released on July 31, the annual restatement of recent economic history will be based more complete samples of underlying activity....

Kind of like WorldCom giving it's books another look.. or say perhaps Xerox taking another look at how actually things got counted . AFTER telling everyone it was a closed book.. Not to mention Enron ....

Perhaps the huge growth the Gov't reported late in the 90's under Clinton was actually a fly on the paper smudging numbers upward or perhaps that highly regarded productivity number.. everyone jumps on like flies on doggy doo as their stock values depreciate to levels of 5 years ago just is not what the doctor really ordered .. .. kinds like 'EBITDA" when you peel the Sweet Onion .. it still makes you cry.. ...

And Finally . gosh I am ranting here .

HOW CAN ANYONE BE WORRIED ABOUT INFLATION ...WHEN DEFLATION AND DEBT HAVE RUN AMOK !!! One has to begin to think MBA stands for 'MOST BLIND AGAIN'

Anyway .... the first half of 2002 proved to be NOT the period one wants to make comparisons..

Percentage wise ..the Nasdaq Composite Index and the Standard & Poor's 500, both suffered the nearly the worst six-month period in their histories. .. The Dow Industrials held rather steady by comparison..

Among the Dow's widely held stocks were AT&T Corp., down 43.55%, IBM, off 39.49% and Intel Corp., down 39.29%. .. Archie is really going to like this when he sees his statement..

However Coca-Cola Co. gained 20.57%, Boeing made a run with a 15.96% and Procter & Gamble climbed 13.64%. ...

All too telling a story of a market that is now solidly upside down..so it's not really bleeding..it's just upside down from where it was.. wrong or right that is the way it is ..

The Standard & Poor's 500 Index also had its second-worst six-month period in history. The S&P shed 148.33 points, or 12.92%, for the first-half. That loss was only beaten by a 21% decline in the S&P reported in the first half of 1969... an that was four year before the great bear mkt of 1973 to 1974..

The Russell 2000 Index dropped 24.48 points, or 5%, in the first six months of the year, small consolation to know it was not down to much..

Just as at years end 2001 , many are going to come out of the Box running .speaking of a greater return for the second half.. and I HOPE they are right..

Considering all the money that washed out of the mkts in the first half, many analyst s may end up looking like a Whore all dressed Up with no where to go ...

For one thing is certain on Wall Street.. **the market is always correct.. it's only traders that can be wrong !!!**

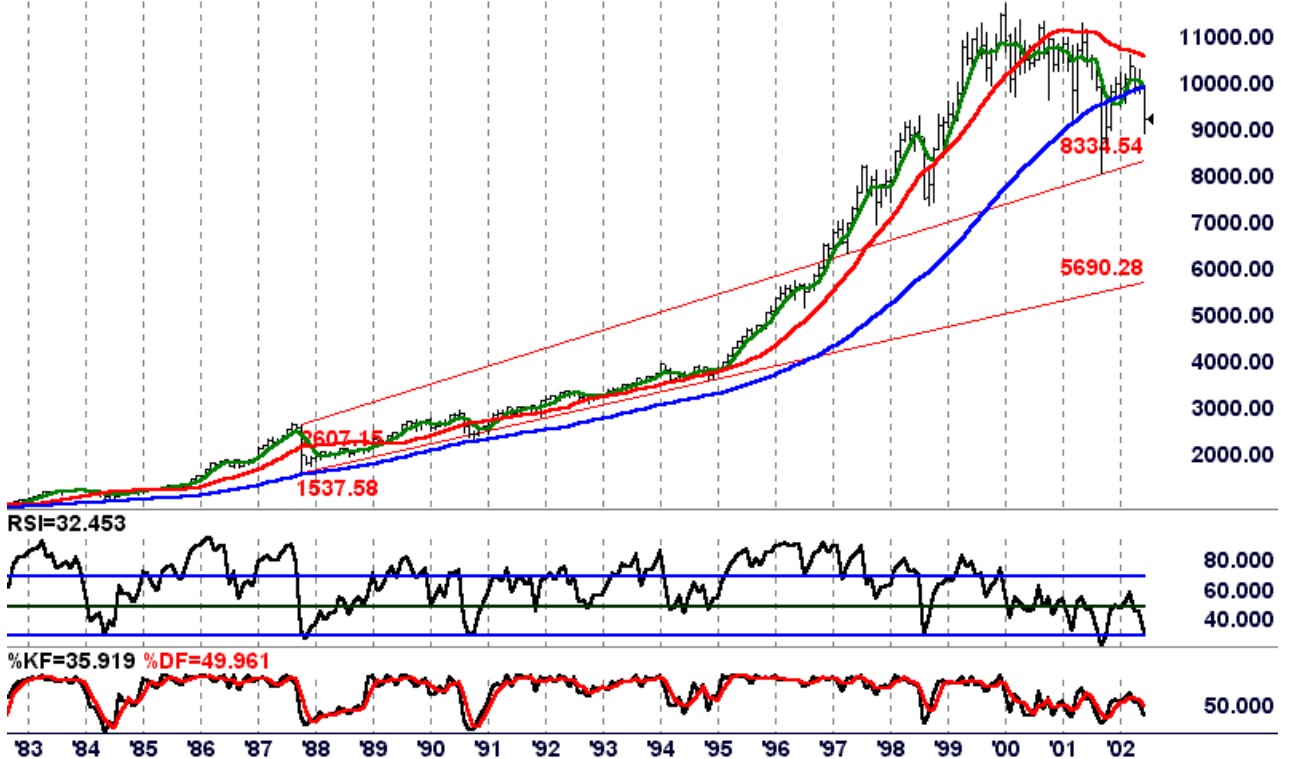
### Dow Jones Industrial Average

On the Upside **Nearby Resistance** should appear near 9316 to 9347 then 9429 to 9445, a close over is friendly for a test of the 9526 to 9542 region. Beyond that sellers should appear near 9625 to 9641 and the 9706 to 9737 region

On the Downside **Nearby Support** should appear near 9237 , a slip below that augurs for another test of 9156 to 9140.. A close under 9140 is negative and indicates a test of 9060 to 9044 Below that buyers should appear near 8964 to 8934 and 8871 to 8856, failure there indicates a trade towards 8777 to 8762..

### Monthly Dow Jones Industrial Avg.

DJIAY O:9270.33 H:9362.82 L:9237.86 9243.26 -26.66 MovS1=9924.96 MovS2=10595.80 MovS3=9934.73



### Weekly Dow Jones Industrial Avg

DJIAY O:9270.33 H:9362.82 L:9237.86 9243.26 -26.66 MovS1=9497.24 MovS2=10200.20 MovS3=9954.39



### Daily Dow Jones Industrial Avg

DJIAY O:9270.33 H:9362.82 L:9237.86 9243.26 -26.66 MovS1=9208.39 MovS2=9616.92 MovS3=9870.13 MovS4=9816.01



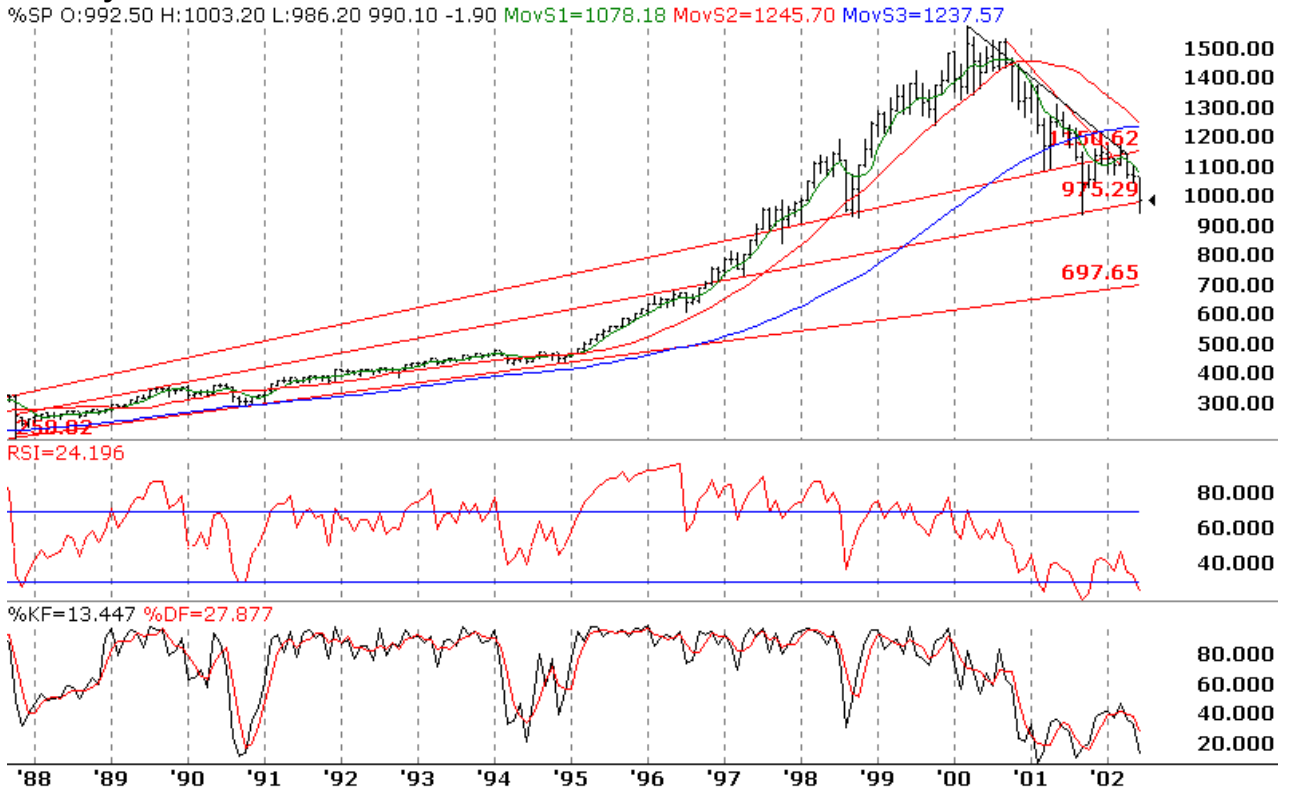
### September SP500

**Resistance** is at 992.1 to 993.7 and 1000 to 1005 , Beyond that sellers should appear near 1018.5 and 1032 to 1036. Traders can sell at 1031.90 and risk a close over 1038.4 for three days

in a row.. Above that resistance should appear near 1047 and the 1058 to 1068 region. Beyond that sellers should appear near 1082.00 and 'Cap' a Rally .

**Support** should appear near the 983.7 to 982.1 region.. Below that Support is at 973.70 to 970.60 and the 964.1 to 962.5 region.. A close under 962.5 is negative and indicates a an eventual test of 944.5 to 942.90

### Monthly SP500 Futures





### Weekly SP500 Futures

%SP O:992.50 H:1003.20 L:986.20 990.10 -1.90 MovS1=1017.40 MovS2=1112.86 MovS3=1123.87



### Daily SP500 Future

%SP O:992.50 H:1003.20 L:986.20 990.10 -1.90 MovS1=985.68 MovS2=1029.77 MovS3=1061.58 MovS=1101.56



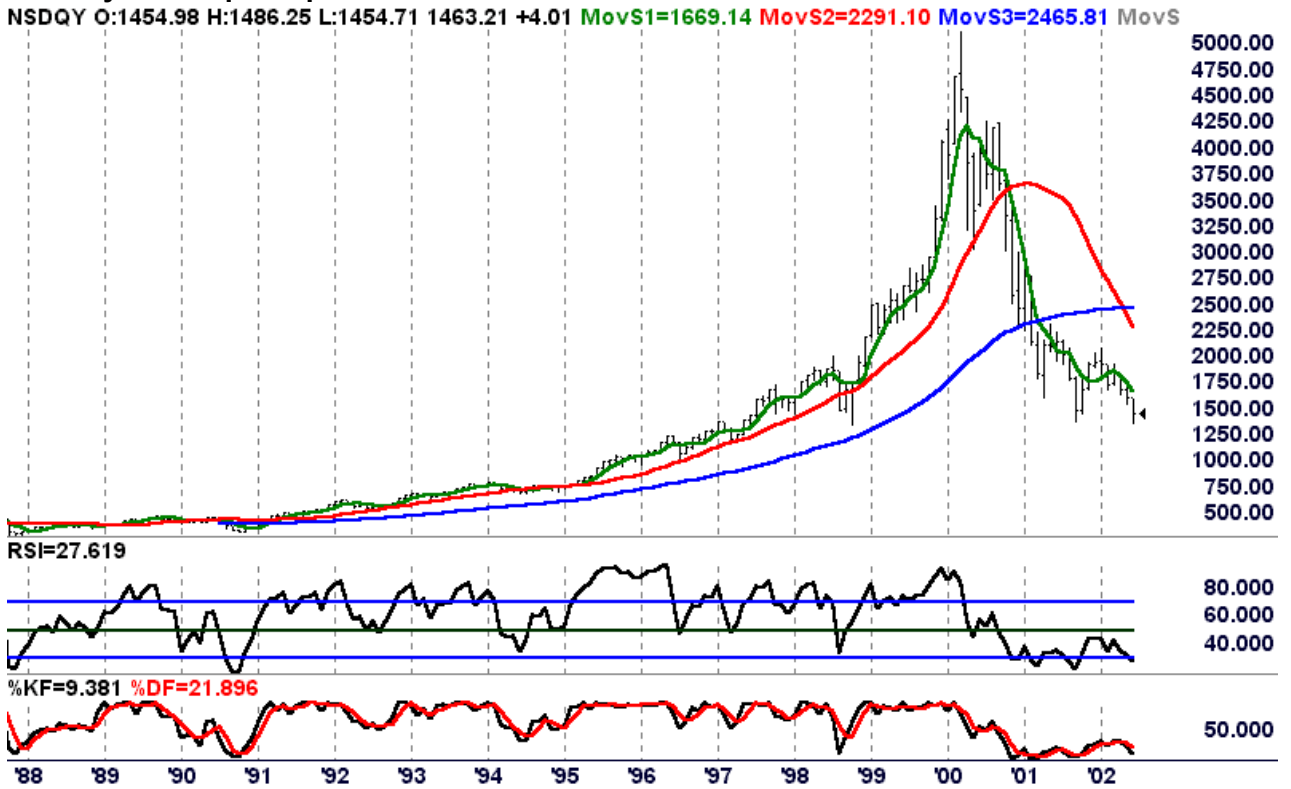
### Nasdaq Composite

Resistance is at 1489 to 1496 and 1512.5.. Above that sellers should appear near 1529 to 1535. Beyond that resistance is at 1569 to 1576 and the 1609 to 1615 region .. A close over is friendly and augurs for a test of 1642 to 1655 and the 1689 to 1696 region, which should Cap a rally for a

bit..

**Support** should appear near 1459 to 1453 . Failure there is negative and augurs for a test of 1421 to 1415 and eventually 1383 to 1377 and the 1346 to 1334 region.. which should stop a decline for a bit..

### Monthly Nasdaq Composite



### Weekly Nasdaq Composite

NSDQY O:1454.98 H:1486.25 L:1454.71 1463.21 +4.01 MovS1=1512.36 MovS2=1765.12 MovS3=1816.73



**Daily Nasdaq Composite**

NSDQY H:1486.25 L:1454.71 1463.21 +4.01 MovS1=1447.55 MovS2=1534.29 MovS3=1623.64 MovS=1767.94



**September Mini Nasdaq 100**

**Resistance** is at 1058 to 1068 and 1082 , beyond that sellers should appear near 1096 to 1101. A close over is friendly and augurs for a test of 1115.50 and the 1120 to 1136 region..Beyond that sellers should appear near 1150 and the 1164 to 1169 region.. which should cap a rally .

**Support** is at 1047 and 1036 to 1032 .. Under that buyers should surface near 1005 to 1000 and the 993.5 to 992.00 region. A close under 992 is negative and augurs for a test of 964.2 to 952.60

**Weekly**

%NQ O:1057.00 H:1080.00 L:1045.00 1054.00 -5.50 MovS1=1110.80 MovS2=1380.71 MovS3=1461.95



**Daily Nasdaq 100 Future**

%NQ O:1057.00 H:1080.00 L:1045.00 1054.00 -5.50 MovS1=1046.70 MovS2=1137.38 MovS3=1220.49 MovS=1404.53



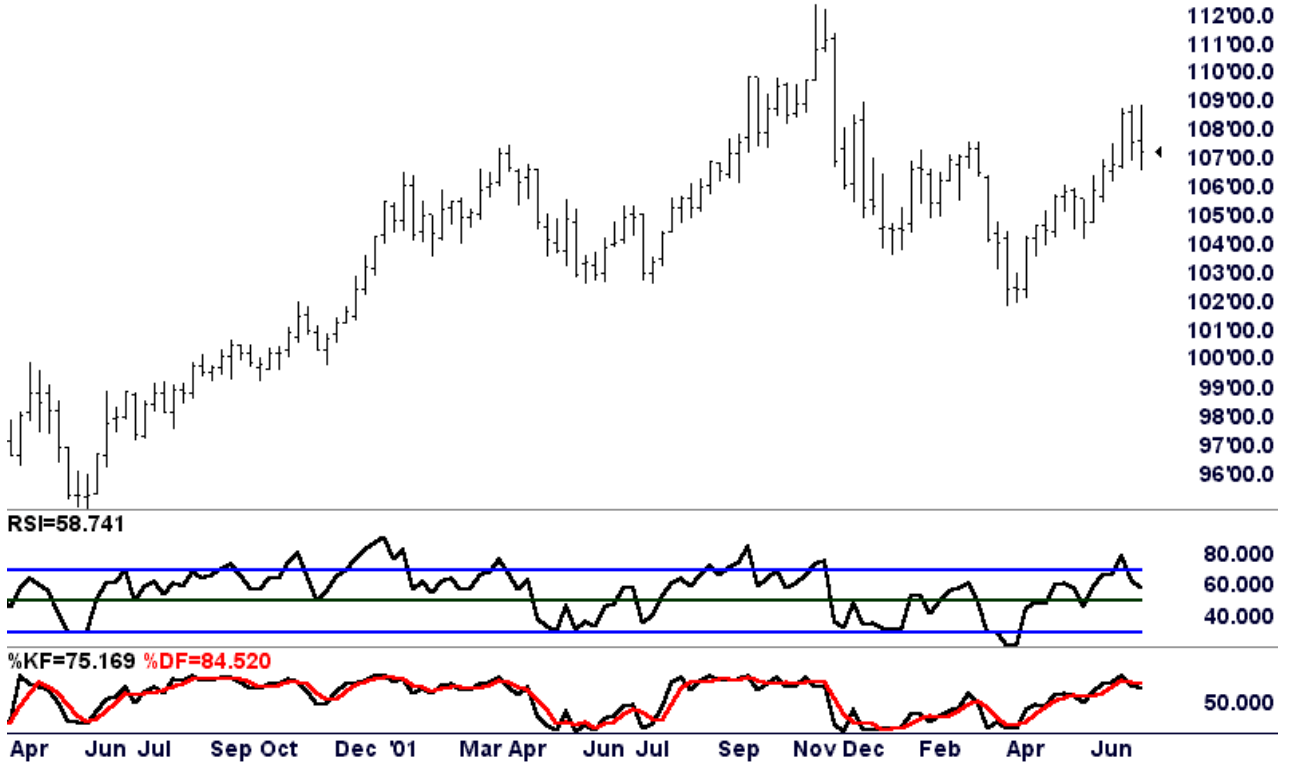
### Sept 10 Year T-Note

**Resistance** should appear near 107-23 and 108-04 which should cap a rally for a bit..Beyond that sellers should appear near 108-17

**Support** is at 107-04 then 106-23 and 106-04, a close under is negative and augurs for a test of 105-23 and 105-04 which should contain a decline for a bit... .

### Weekly Ten Year Note Futures

%TY O:107'07.0 H:107'20.0 L:106'31.0 107'07.5 -0'03.0



### Daily Ten-Year Note Future



## Precious Metals



Aug gold futures briefly tumbled to a our buy level \$310.50 in late action Friday before bouncing back to the \$313.90 area by settlement, down \$5.70 on the day.

Investment bank selling out of winning assets to supplant cash positions and enhance purchasing power for the forever-elusive bottom in equity indexes triggered resting sell orders just below the \$315 .. otherwise weak longs were pitching .. selling what was winning to buy what is losing..

### August Gold

Recommended open BW position , long 2 at 317.1

**Support** should appear at 310.2 to 309.2 and 306.8. Under that buyers should appear near 304.5 to 303.6 and the 299.0 to 297.2 region

**Resistance** is at 314.8 to 315.7 and 319.4 to 3213 , a close over is friendly and augurs for a test of 326.1 to 327. Beyond that a test of 331.9 to 332.8 is likely.

Traders should go long / add if a close over 316.1 occurs

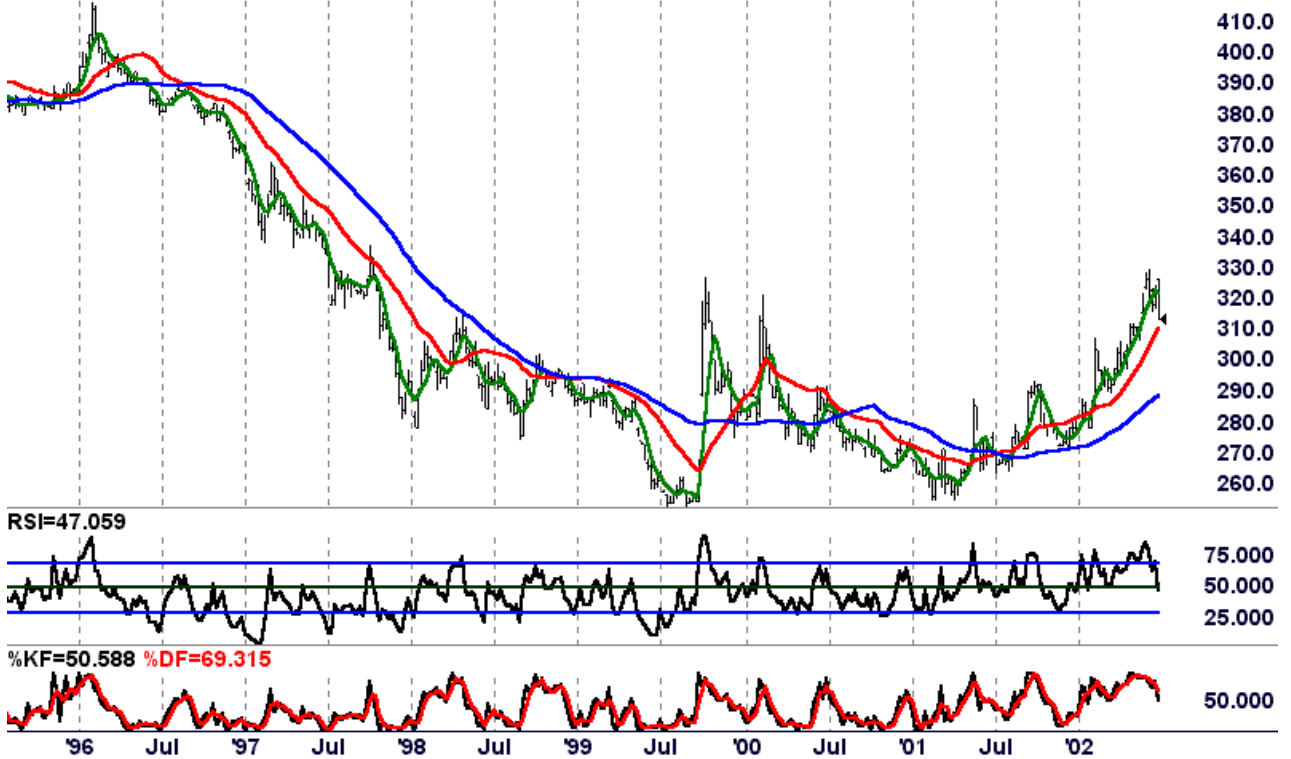
### Monthly Gold Futures

%GC H:313.5 L:313.5 313.5 -5.7 MovS1=309.6 MovS2=287.2 MovS3=283.5



### Weekly Gold Futures

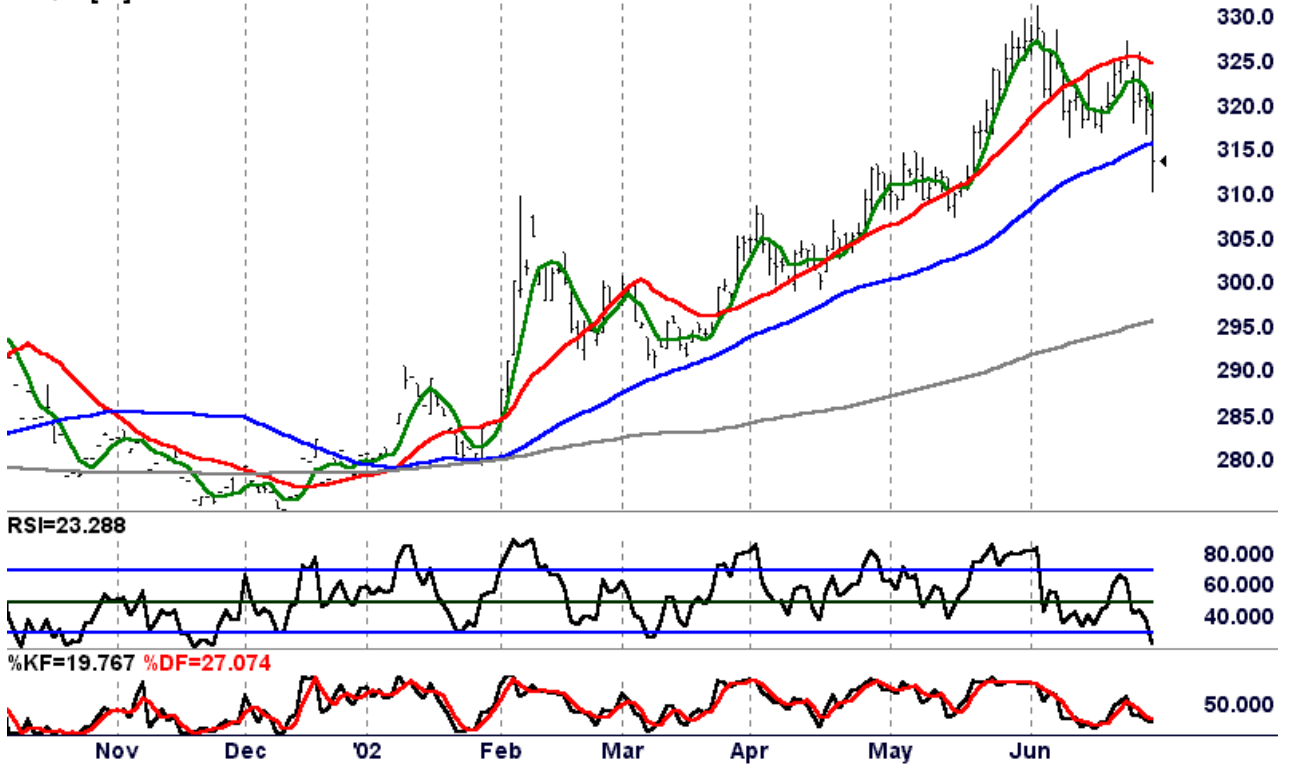
%GC H:313.5 L:313.5 313.5 -5.7 MovS1=321.7 MovS2=310.6 MovS3=288.8





## Daily August Gold

GCQ02 [30] O:319.2 H:321.8 L:310.5 313.9 -5.7 MovS1=319.9 MovS2=325.0 MovS3=315.8 MovS=295.8



Copper futures settled up nicely Friday after good technical buying and end-of-quarter short covering that nudged prices to 13-day highs. Global industrial activity is expanding and end user inventory levels appear to be running a smidgen low...

### September Copper

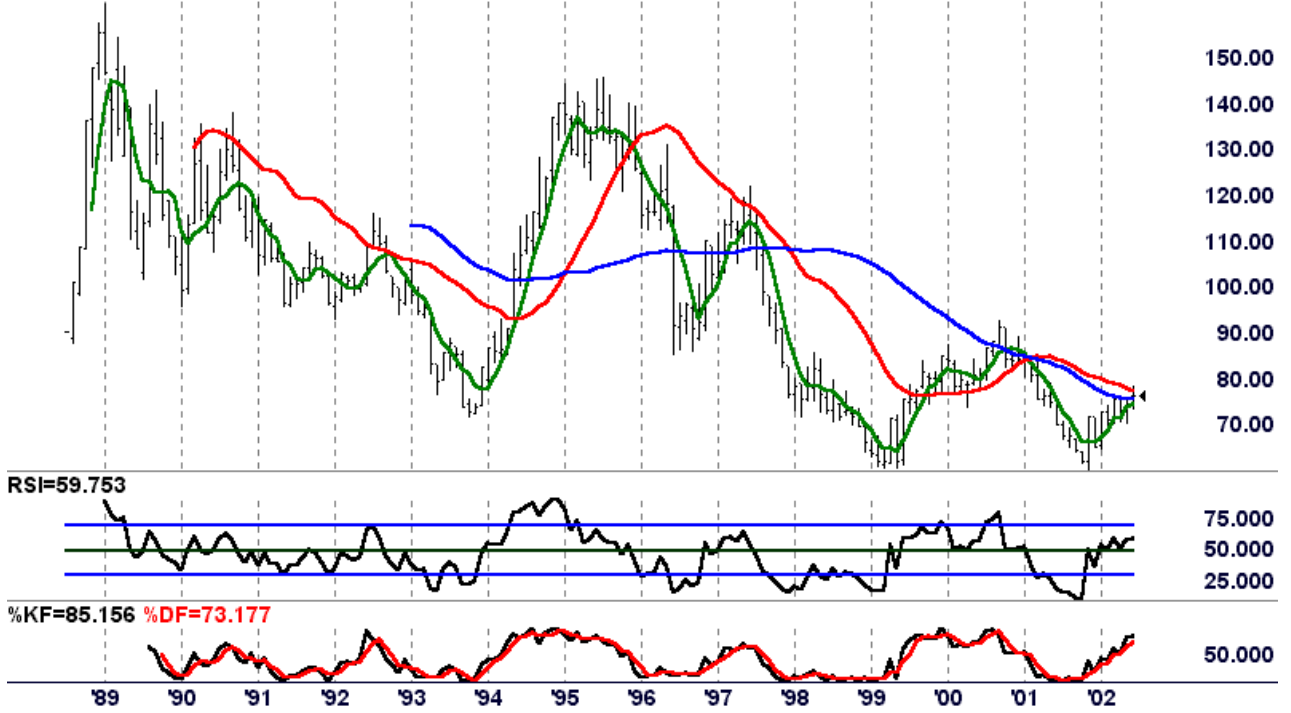
**Support** should appear near the 7690 to 7675 then 7605 to 7580 and the 7515 to 7480 region.. A close under 7480 is negative and augurs for a test of 7345 to 7325 and eventually the 7255 to 7240 region.

**Resistance** should appear near 7760 to 7780 then 7835 to 7865 and the 7940 to 7955 region which should Cap a rally for a bit.. Beyond that a test of 8025 to 8045 is likely..

Traders should go long if a close over 7780 occurs...

### Monthly Copper Futures

%HG O:75.35 H:77.10 L:75.35 76.75 +1.50 MovS1=74.72 MovS2=77.74 MovS3=75.81 MovS



### Weekly Copper Futures

%HG O:75.35 H:77.10 L:75.35 76.75 +1.50 MovS1=76.24 MovS2=75.08 MovS3=69.93 MovS=75.40



### Daily Copper Futures



**Sept Silver**

Recommended open BW position , long at 490.0

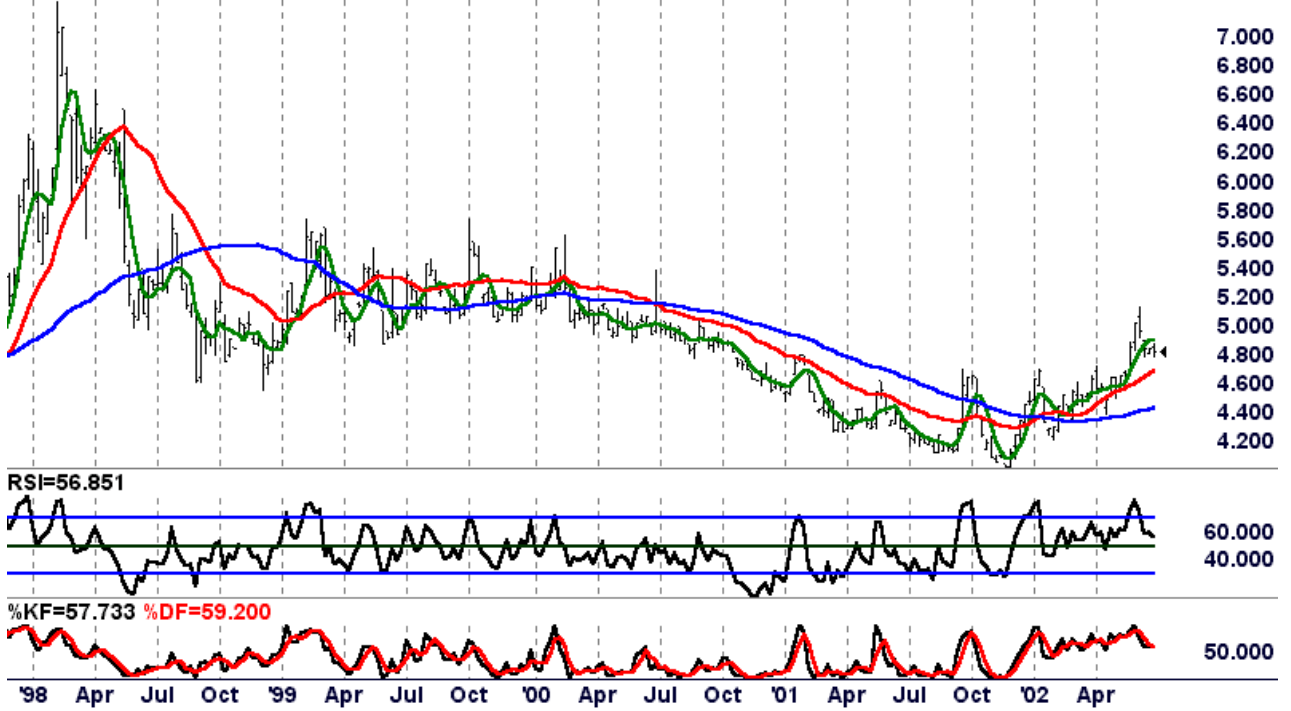
**Support** should appear near 478.5 to 477.5 and the 471.t to 469.5 region... Traders can buy at 471.5 and hold for higher prices.. Below that support is at 458.5 to 457

**Resistance** is at 491.5 to 492.5.. Beyond that an eventual test of 503.5 to 506.5 is likely  
 A close over 506.5 is friendly and augurs for a test of 512.5 to 514 and eventually the 520 to 521.5 region

Stay tuned for Updates

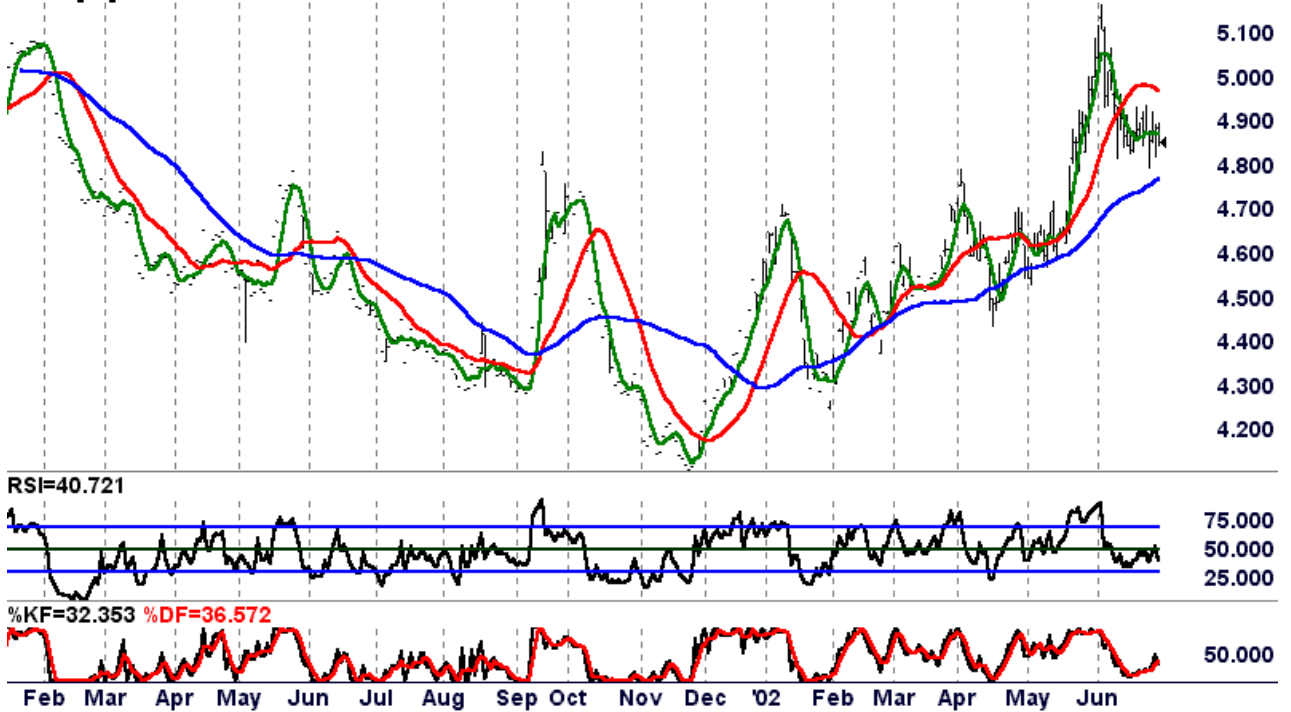
### Weekly Silver Futures

%SI O:4.855 H:4.890 L:4.825 4.833 -0.043 MovS1=4.906 MovS2=4.701 MovS3=4.437



### Daily Sept Silver

SIU02 [30] O:4.890 H:4.905 L:4.850 4.855 -0.043 MovS1=4.875 MovS2=4.974 MovS3=4.772





# The Exciting Energies

In a sign of the concern about weak demand, the Organization of Petroleum Exporting Countries agreed this week to leave its output quotas unchanged at their lowest level in a decade despite increasing competition for market share from independent producers. The group's oil export revenues for 2002 are projected to be \$178 billion, a 7% decline from 2001 and 27% down from 2000, according to the U.S. Energy Information Administration, the statistical branch of the Department of Energy the declining value of the dollar will only aggravate the drop in revenue.

OPEC has cut its production quotas four times since the beginning of last year in an effort to keep oil prices falling in the face of sluggish oil demand. The cartel said it saw no need to raise output now, given the state of the global economy, though several officials did indicate that the group may have to boost output later this year.

## August Crude Oil

Recommended open BW position , long at 2634

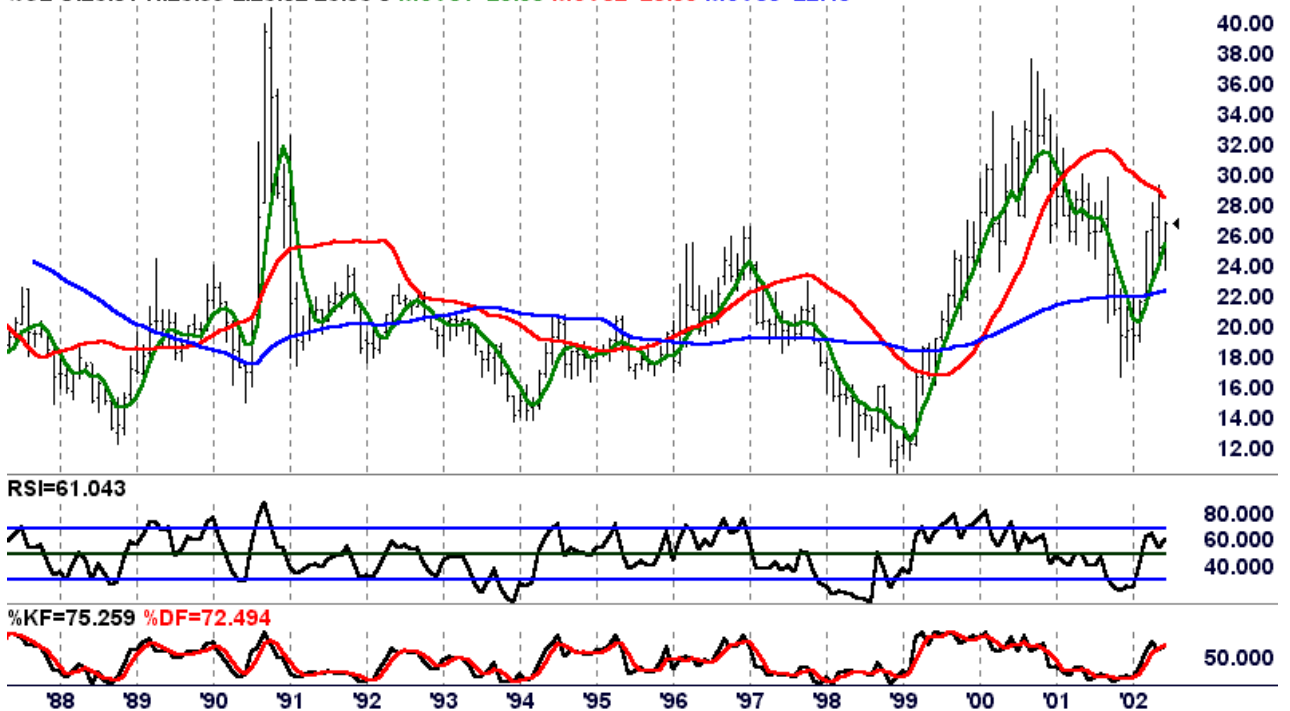
**Support** should appear near 2620 to 2612 and 2568 to 2552 .. Below that buyers should appear near 2519 to 2511 then 2469 to 2461 and contain a decline.

**Resistance** is at the 2716 to 2724 region. Beyond that an eventual test of 2758 to 2775 is likely. Beyond that resistance should appear near 2820 to 2829 and the 2874 to 2883 region.

Traders should go long if a close over 2728 occurs.

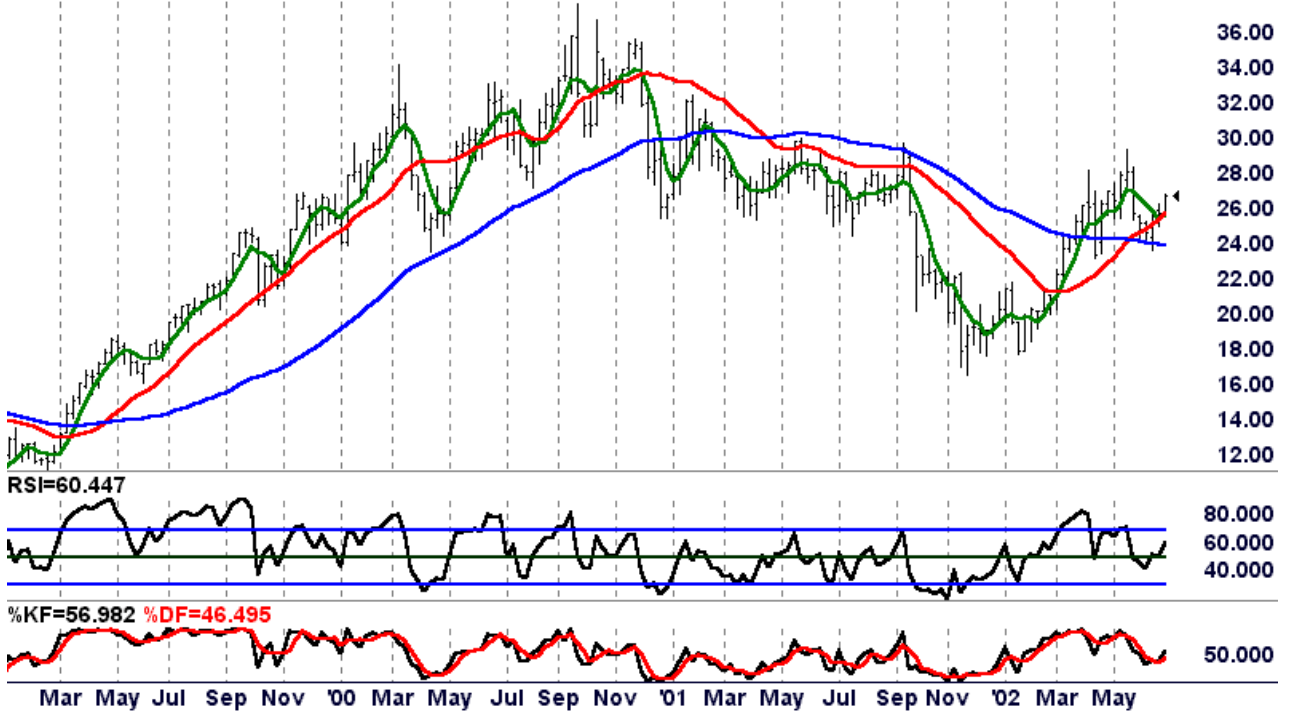
## Monthly Crude Oil Futures

%CL O:26.81 H:26.99 L:26.32 26.86 0 MovS1=25.50 MovS2=28.55 MovS3=22.45



## Weekly Crude Oil Futures

%CL O:26.81 H:26.99 L:26.32 26.86 0 MovS1=25.74 MovS2=25.82 MovS3=24.07



### Daily Crude Oil Futures

%CL O:26.81 H:26.99 L:26.32 26.86 0 MovS1=26.65 MovS2=25.86 MovS3=26.24 MovS=23.10



On Friday August natural gas rose to \$3.245 per million British thermal units, up 0.9 cent in light short covering ahead of the weekend.

Next Wednesday at 4:30-4:40 p.m., the day before the July 4 holiday, the Energy Information Administration will release its weekly storage report. Early predictions are for a build of about 70-80 billion cubic feet, compared with last year's 99 Bcf build during the corresponding week and a five-year average of 77 Bcf. The EIA has reported injections of 81 Bcf and 88 Bcf the last two

weeks.

For the past four weeks, storage injections have averaged 13.0 Bcf/d compared with a five-year average of 12.0 Bcf/d, said Driscoll. September rose 0.7 cent to \$3.273/MMBtu. January 2003 rose 1.1 cents to \$3.968/MMBtu. The 12-month strip finished around \$3.676/MMBtu, up 2.4 cents. The August-January 2003 spread rose to 76.3 cents.

The gas market's liquidity has drained in the over-the-counter market and in basis deals and back months in the last few weeks with trader layoffs at Dynegy Inc. and at Kansas City-based Aquila Corp., and Houston-based El Paso Corp. Williams Cos. also said it cut 16% of its traders last weekend.

### August Natural Gas

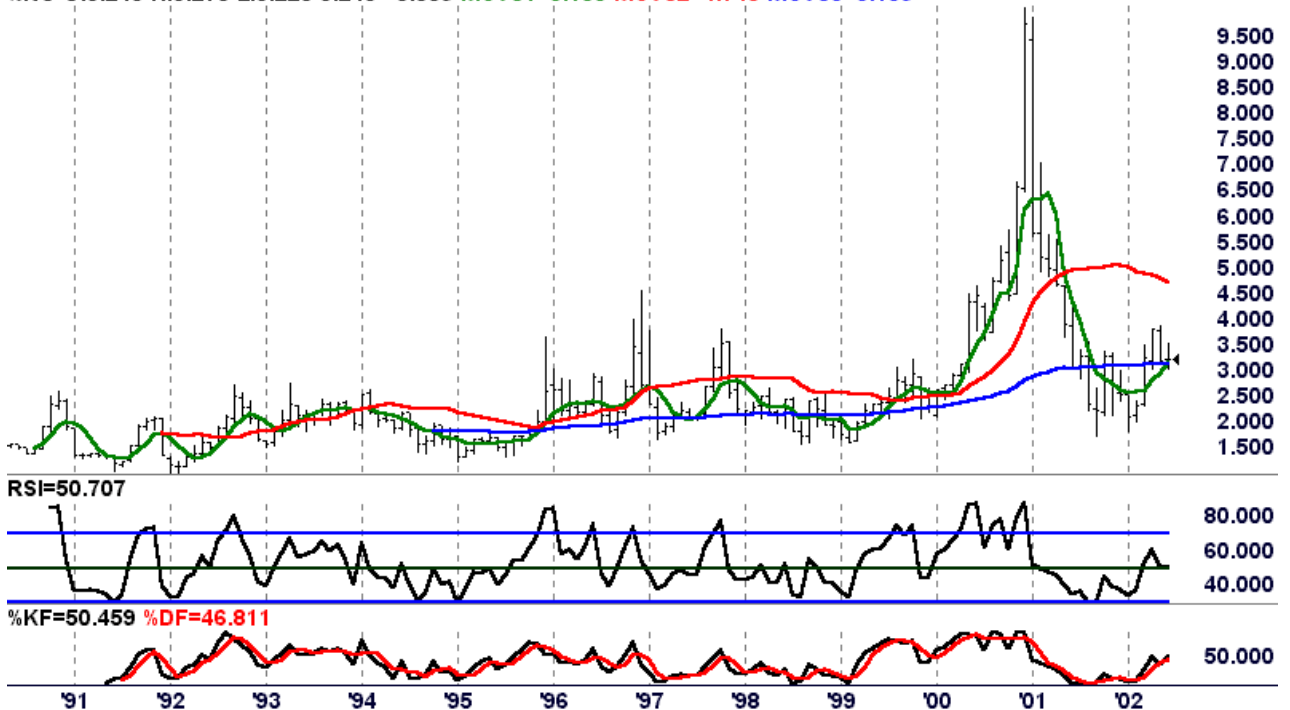
**Resistance** is at 3.261 to 3.270 and the 3.319 to 3.328 region, a close over 3.328 is friendly and augurs for a test of 3.337 to 3.386 region.. Beyond that sellers should appear near 3.495 to 3.503 Above that a test of 3.663 to 3.682 is likely.. Traders should not rule out a test of 3.992 to 3.992 if it holds..

**Support** is at 3.213 to 3.19.2 and the 2.990 to 2.975 region, under that buyers should appear near 2.883 to 2.874 and contain a decline..Traders can buy at 2.885 and hold for higher prices.. Risk a close under 2.753 for three days in a row..

Aggressive Traders should go long if a close over 3.335 occurs..

### Monthly Natural Gas

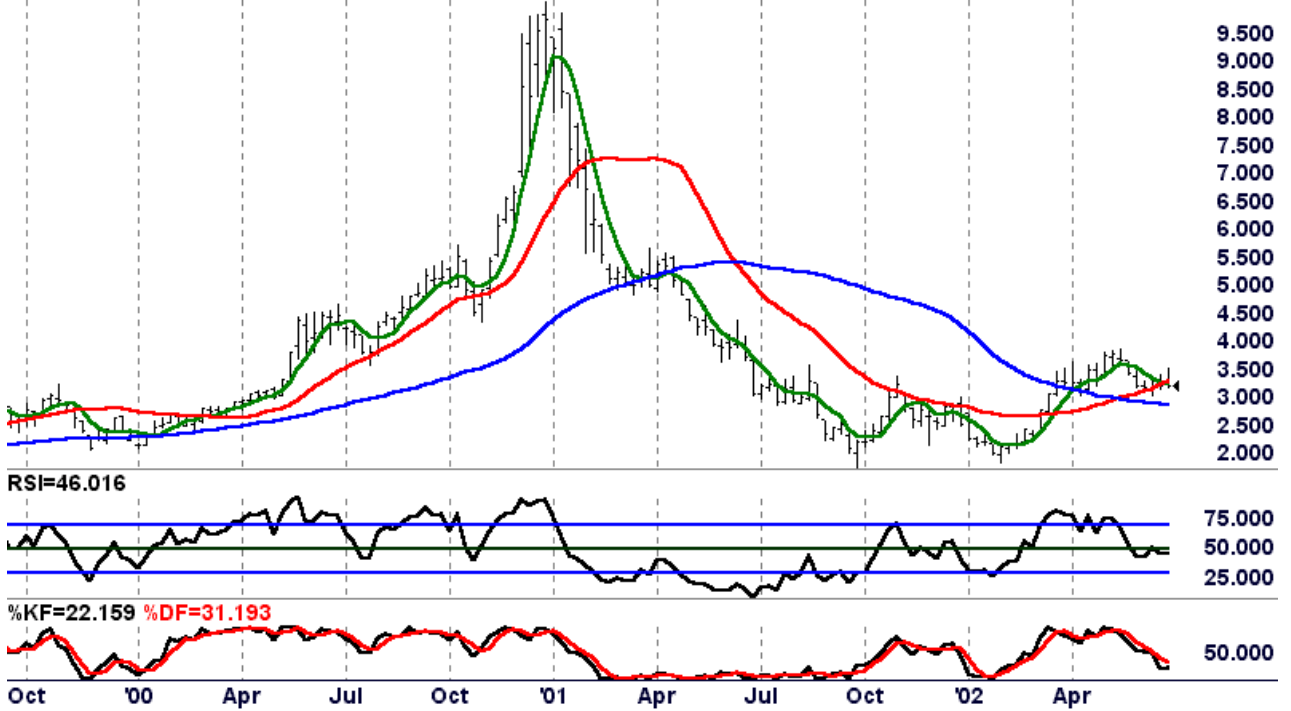
%NG O:3.245 H:3.270 L:3.220 3.245 +0.009 MovS1=3.185 MovS2=4.748 MovS3=3.159



### Weekly Natural Gas

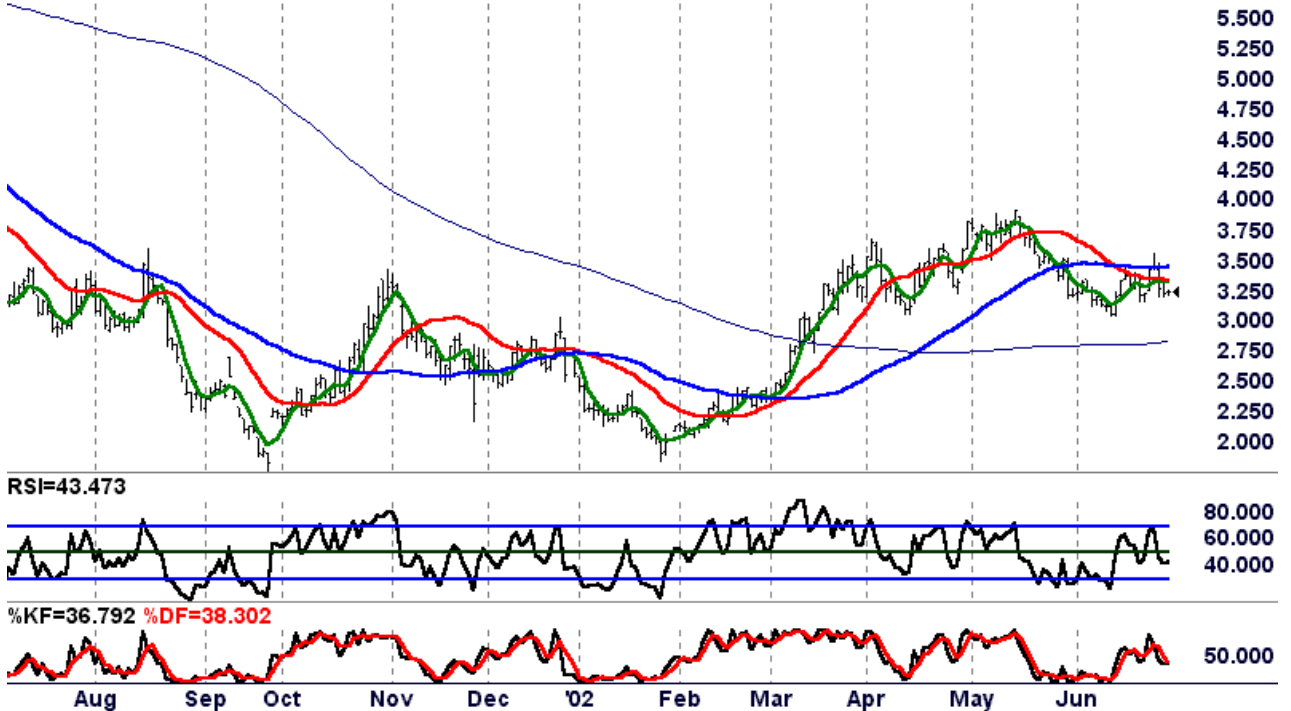


%NG O:3.245 H:3.270 L:3.220 3.245 +0.009 MovS1=3.249 MovS2=3.313 MovS3=2.901



### Daily Natural Gas

%NG O:3.245 H:3.270 L:3.220 3.245 +0.009 MovS1=3.328 MovS2=3.336 MovS3=3.452 MovS=2.837



### August Unleaded Gas

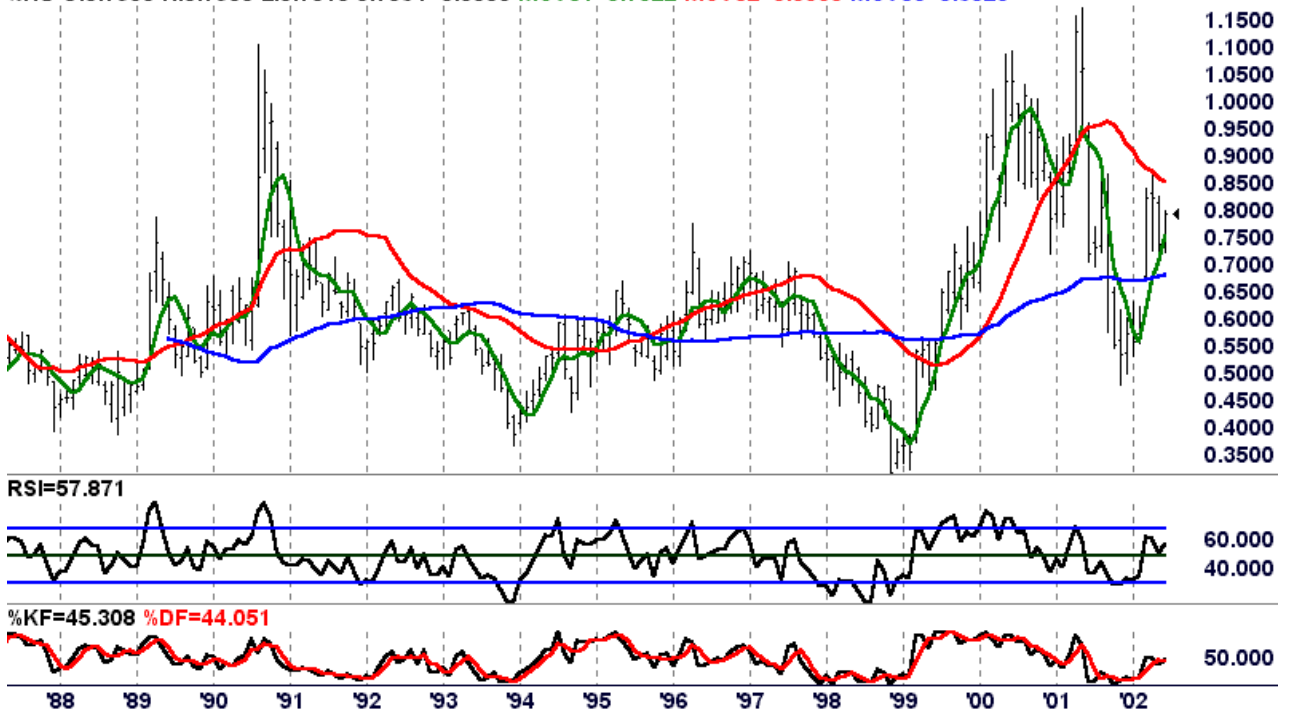
**Support** should appear near 7835 and 7775 to 7760 . Below that buyers should appear near 7690 to 7675...Traders can buy at 7695 and risk a close under 7470 fro three days in a row.

**Resistance** is at 7940 to 7955.. Beyond that a test of 8025 to 8045 is likely. A close over 8045 is friendly and augurs for a test of 8195 to 8225 and eventually 8300 to 8315..

Traders should go long if a close over 7965 occurs..

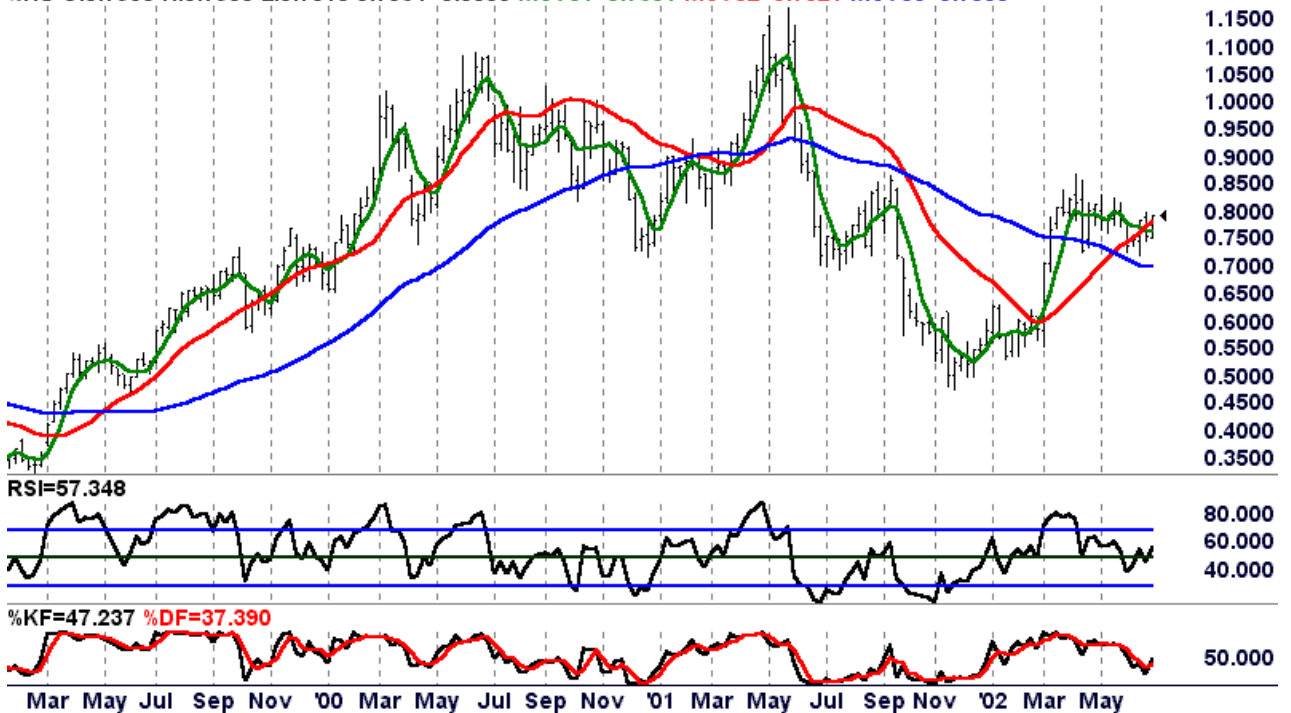
### Monthly Unleaded Gas Futures

%HU O:0.7950 H:0.7980 L:0.7810 0.7864 -0.0083 MovS1=0.7522 MovS2=0.8530 MovS3=0.6823



### Weekly Unleaded Gas Futures

%HU O:0.7950 H:0.7980 L:0.7810 0.7864 -0.0083 MovS1=0.7651 MovS2=0.7821 MovS3=0.7000



### Daily Unleaded Gas Futures

%HU O:0.7950 H:0.7980 L:0.7810 0.7864 -0.0083 MovS1=0.7847 MovS2=0.7735 MovS3=0.7813



### August Heating Oil

**Resistance** is at 6805 to 6835 and 6910 to 6920 . A close over is friendly and augurs for an eventual test of the 7070 to 7090 .. Beyond that sellers should appear near 7140 to 7170.

**Support** should appear near 6755 to 6740 and 6670 to 6655 ... Traders can buy at 6670 and risk a close under 6470 for three days in a row. Below that 6430 to 6415 should hold for a bit..

Traders should go long if a close over 6845 occurs..

### Monthly Heating Oil Futures

%HU O:0.7950 H:0.7980 L:0.7810 0.7864 -0.0083 MovS1=0.7522 MovS2=0.8530 MovS3=0.6823



### Weekly Heating Oil Futures

%HU O:0.7950 H:0.7980 L:0.7810 0.7864 -0.0083 MovS1=0.7651 MovS2=0.7821 MovS3=0.7000



### Daily Heating Oil Futures

%HU O:0.7950 H:0.7980 L:0.7810 0.7864 -0.0083 MovS1=0.7847 MovS2=0.7735 MovS3=0.7813





# The Lively Livestock

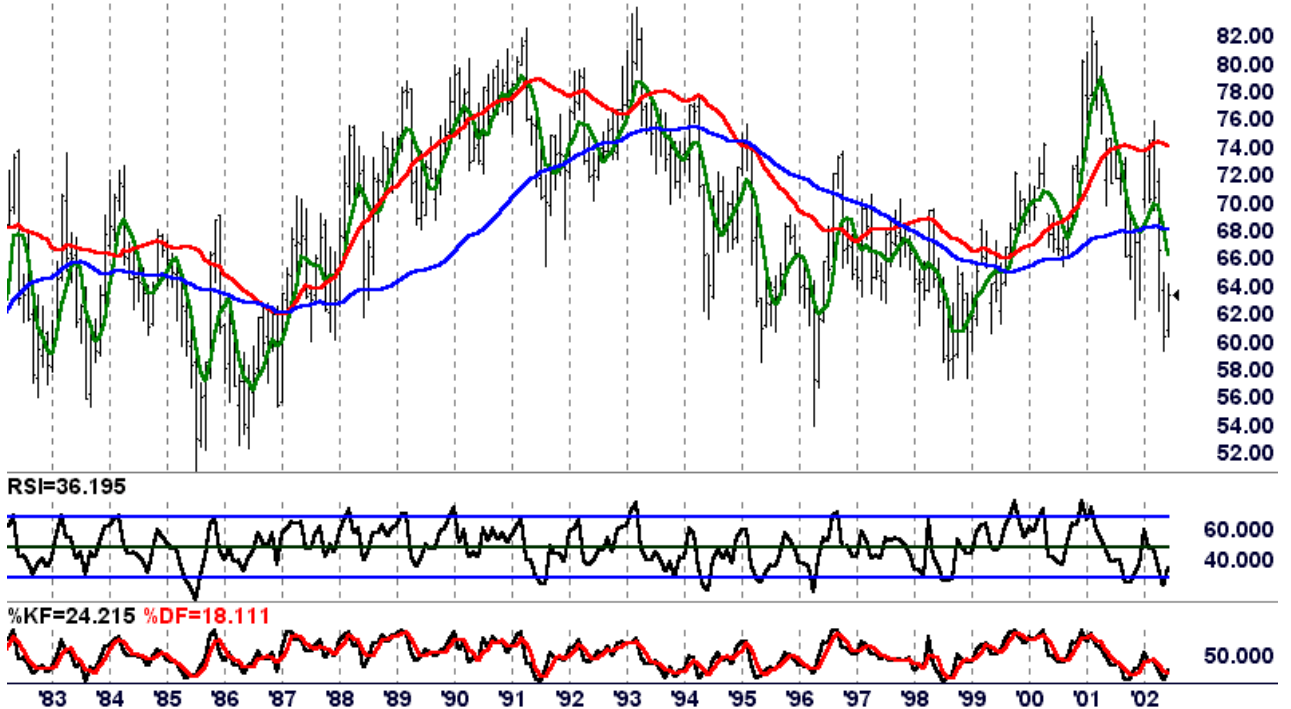
## August Live Cattle

**Nearby Support** should appear at 6272 to 6257 and 6192 to 6165 . Under that support is at 6117 to 6102 .. A close under 6102 is negative and augurs for a test of 6037 to 6022 and the 5957 to 5942 region . Traders can buy at 5957 for a bounce and risk a close under 5852 for three days in a row.

**Resistance** is at 6337 to 6352 and the 6417 to 6432 region.. ,Beyond that 6487 to 6502 should cap a rally for a bit.. Beyond that sellers should appear near 6657 to 6672

## Monthly Cattle Futures

%LC O:63.35 H:63.65 L:63.20 63.55 +0.12 MovS1=66.28 MovS2=74.17 MovS3=68.13



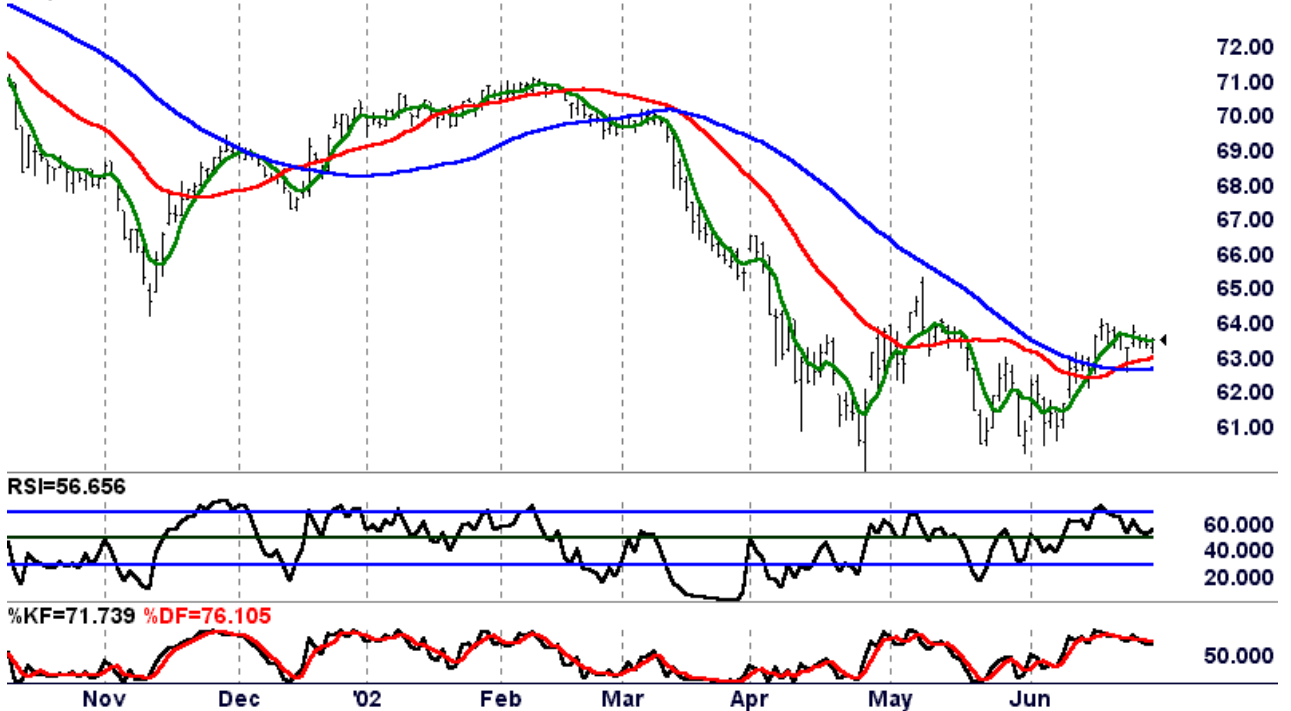
## Weekly Cattle Futures

%LC O:63.35 H:63.65 L:63.20 63.55 +0.12 MovS1=62.27 MovS2=68.70 MovS3=68.61



## Daily August Cattle

LCQ02 O:63.35 H:63.65 L:63.20 63.55 +0.12 MovS1=63.52 MovS2=63.06 MovS3=62.72



The U.S. Department of Agriculture revealed June 1 data that were slightly lower than anticipated in all three major categories

The data show a slight increase in hogs coming to market during the third and fourth quarters compared with a year ago but nearer the low end of analysts' expectations.

However, analysts were a bit mystified by the pigs-per-litter figure at 99% that was slightly smaller than had been expected, especially for a period of the year considered conducive to hog production.

USDA's figures along with the average of estimates provided by analysts are shown below.

	Friday's USDA Estimates	Average	Range
All hogs and pigs on Jun 1	102	102.6	101.4-104.0
Kept for breeding	100	100.6	100.0-101.7
Kept for marketing	102	102.8	101.5-104.0

The Report may signal the industry's problems, with respect to large slaughters, are behind it and that the future may not be as bad as first predicted for the critical latter-half of the year because of the lighter-than-expected Mar-May pig crop.

However, pork production may still experience challenges of large output that could spill over into the following year, as farrowings intentions for the summer and fall were larger than expected,.

### **August Hogs**

**Support** is at 4652 to 4637 and 4582 to 4572.. Below that buyers should appear near 4517 to 4502

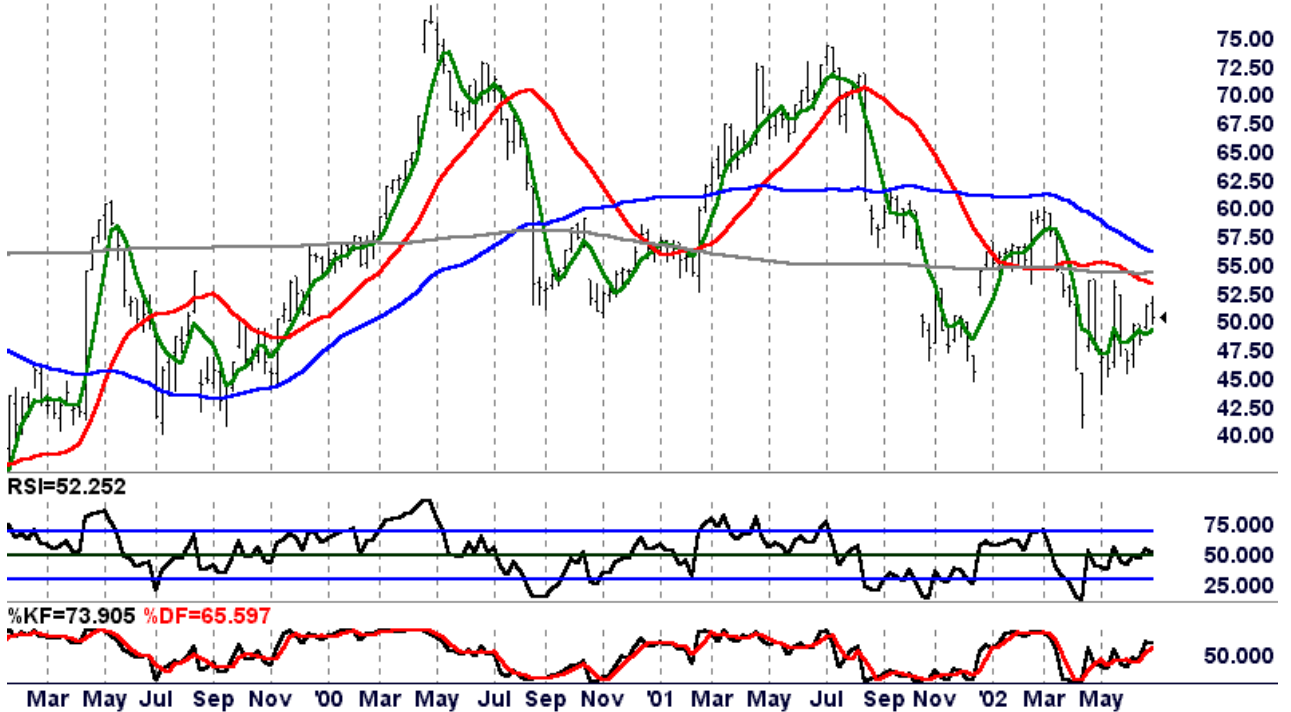
**Resistance** is at 4842 to 4857 then 4912 to 4927 .. Beyond that sellers should appear near 4972 to 4997 and the 5032 to 5067 region. A close over 5067 is friendly and augurs for a test of 5032 to 5067..

Stay tuned for updates..



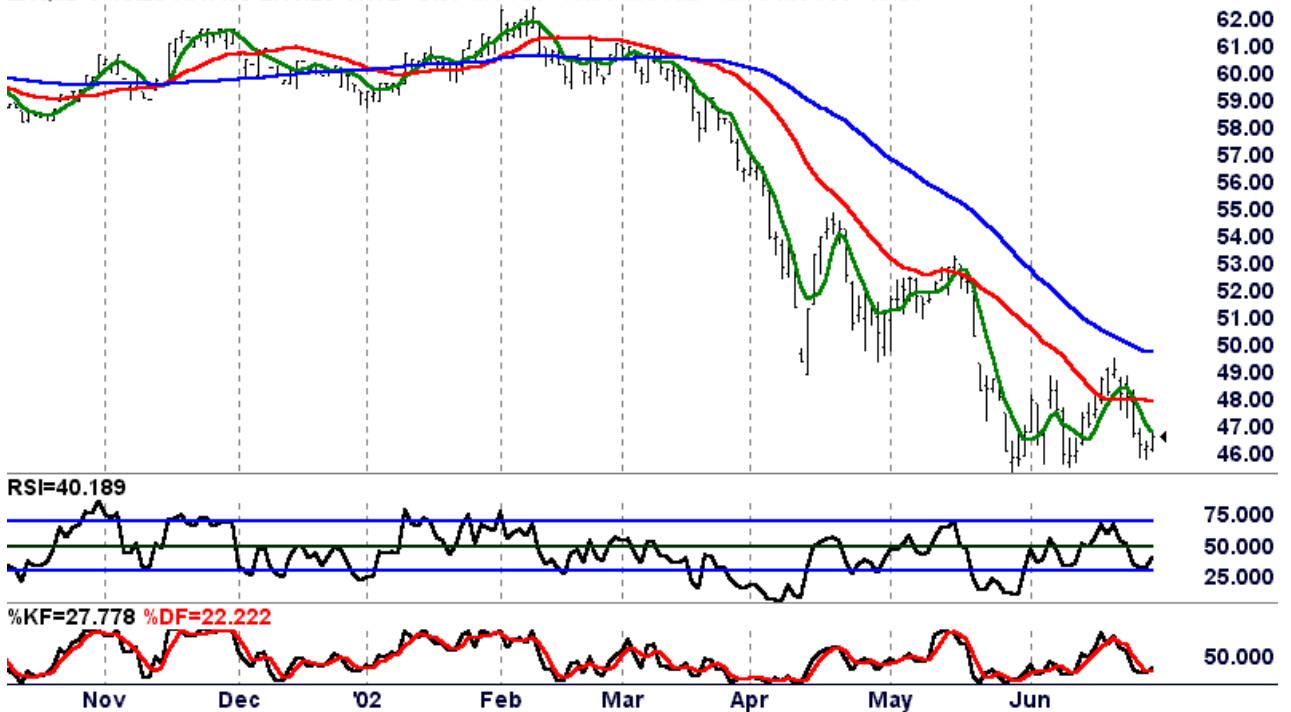
### Weekly Hog Futures

%LH O:50.85 H:51.20 L:50.25 50.52 -0.10 MovS1=49.44 MovS2=53.50 MovS3=56.24 MovS=54.49



### Daily August Hog Futures

LHQ02 O:46.25 H:47.00 L:46.20 46.72 +0.37 MovS1=46.90 MovS2=48.05 MovS3=49.81



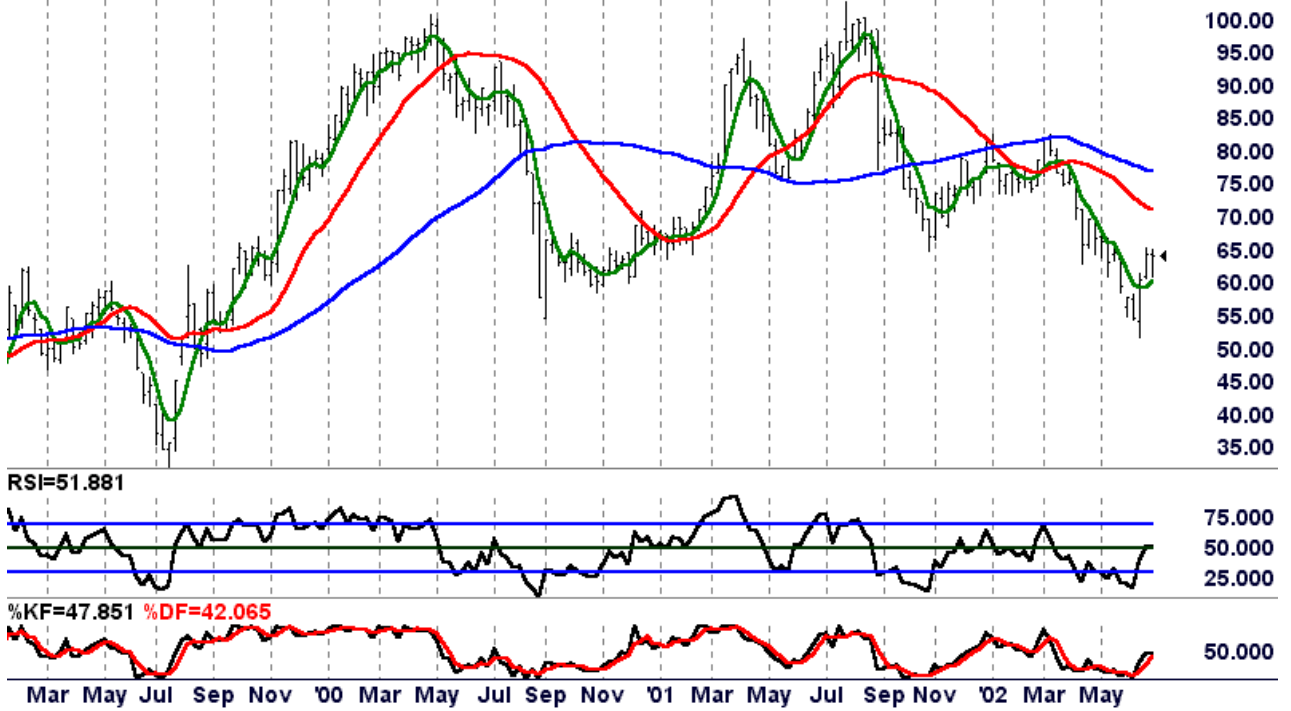
### July Pork Bellies

**Support** should appear at 6355 to 6335 and the 6270 to 6255 region . Under that support is at 6115 to 6102 , below that 5882 to 5852 should hold.

**Resistance** is at 6657 to 6672.. Beyond that sellers should appear near 6742 to 6757 and the 6807 to 6837 region. Above that sellers should appear near 6907 to 6922.

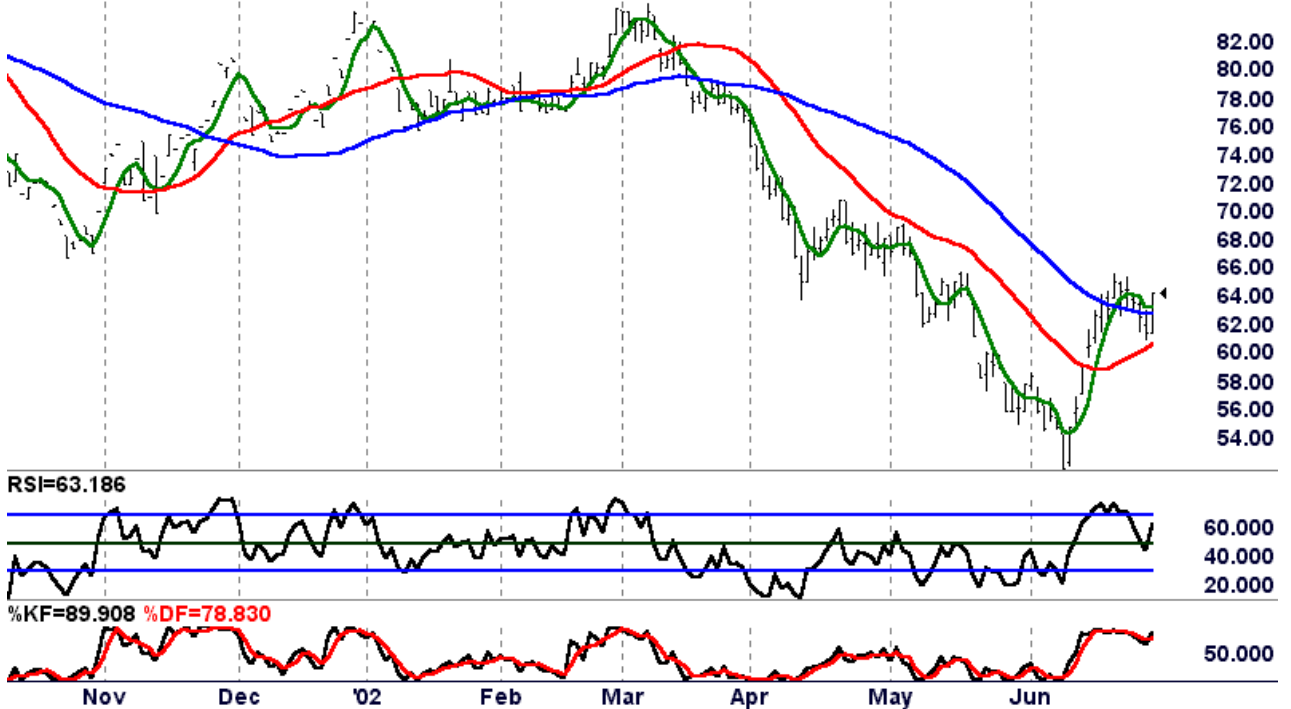
### Weekly Pork Bellies

%PB O:61.50 H:64.45 L:61.50 64.35 +2.90 MovS1=60.40 MovS2=71.32 MovS3=77.17



### Daily July Pork Bellies

PBN02 O:61.50 H:64.45 L:61.50 64.35 +2.90 MovS1=63.31 MovS2=60.74 MovS3=62.80



**-Stay tuned for Livestock and Belly Updates and Flashes-**



## The Grande' Grains

U.S. cash grain and futures markets rallied to some of their best levels of the past year last week on fears that lower soybean plantings, poor winter wheat yields and weather that would make 'corn pop in the kernel' may dramatically disrupt production of the various crops this season. Especially row crops already whose roots are shallow due to high amounts of rain and late planting earlier this spring..

The USDA said Friday that spring plantings of soybeans may have totaled less than 73 million acres, down 1-2 million from levels generally expected by the grain trade. Assuming trend yields, some analysts say fall soybean output may not total more than 2.84 billion bushels, the lowest since 1999-2000.

Temperatures rose above 90 % over much of the U.S. during the week, only this time the skies were clear..

Mother nature's weather patterns have resulted in widely divergent crop conditions across the country..as some fields who only a short time ago were fighting floods are now being parched by surface drought....

Some Fields have gone from swamp like conditions to a concrete driveway..

Weakness in the value of the U.S. dollar and news of flooding in key grain growing regions of China and Russia also gave grain futures upward impetus.

On Friday the USDA issued its rain stocks report...

Soybean stocks as of June 1 were 684 million bushels, down 3% from a year ago. U.S. corn and wheat stocks slipped by 8-12%.

As prices rise farmers have a tendency to bring more to the market..interior terminals placed total receipts of cash grain at more than 11.5 million bushels up from the 2.2 million last week..

However the Association of American Railroads reported Thursday that the movement of cash grain by track has totaled just 515,652 carloads so far in 2002, down 2.9% from volume seen during the first half of 2001.

Soybean markets were also supported by speculation that riots, financial turmoil and civil unrest in Argentina that have persisted for six months may soon send more export business to the U.S., particularly from China. News that China had purchased some two million bushels of U.S. soybeans over the past week helped hike export basis bids for soybeans by 2c at ports in the Louisiana Gulf.

Continued reports of discouraging Wheat yields offset active harvest progress this week, leaving July winter wheat futures up by 11 1/4c (HRW)

The USDA also reported dwindling corn surpluses on Friday, off 8% from year-ago levels. These are different times and different conditions than what we've seen for some time," said an Iowa corn processor. "We are no longer talking about a two-billion-bushel carryout on corn." Interior corn basis drifted lower by an average of 1/4c this week, although spot sorghum basis narrowed by 3/4c. Farmers delivered 5.659 million bushels of corn to CBOT-reporting terminals during the week, fully five times the amount reported last week. With the crush of old-crop sales already beginning, merchandisers warn that cash corn basis may be in jeopardy.

**August Soybeans**

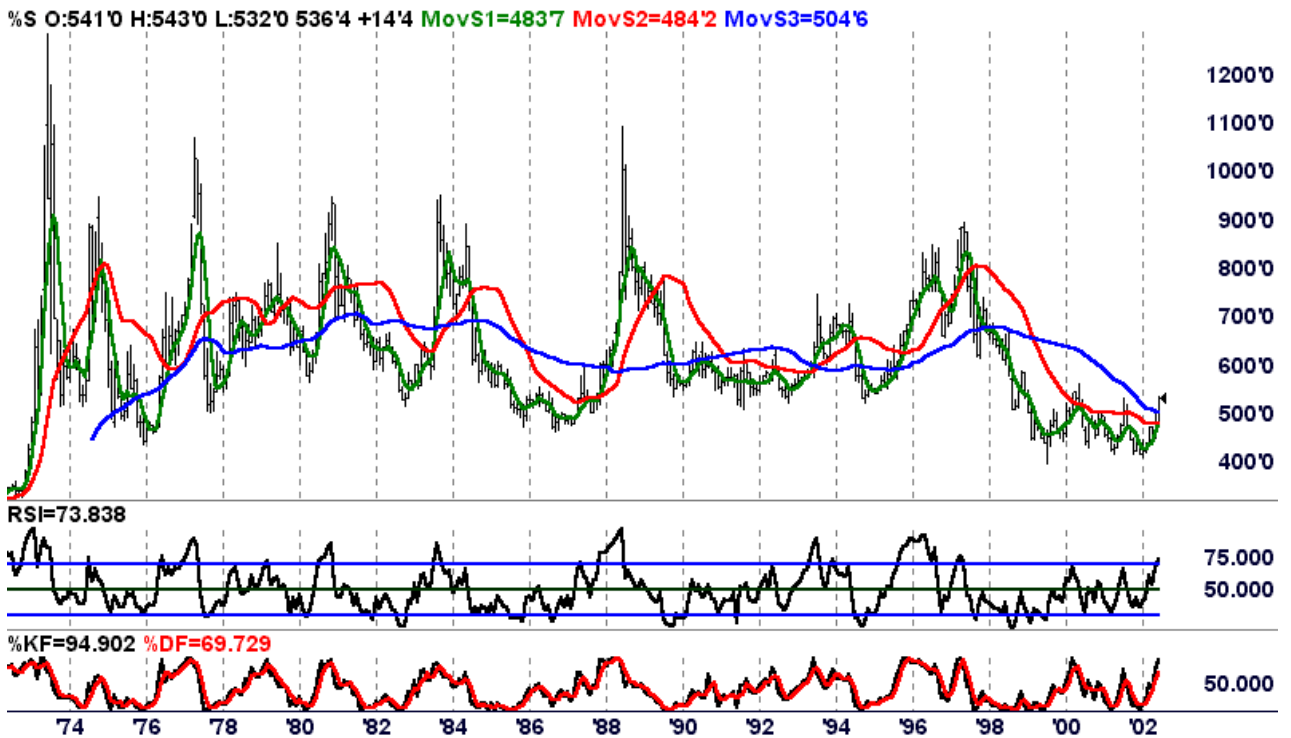
**Resistance** is at the 534 1/2 to 535 3/4 and 541 3/4 to 543.. Above that sellers should appear near 555 3/4 to 557 1/2 beyond that a test of 571 3/4 to 573 is likely.

**Support** should appear at 521 1/4 to 520.. Under that buyers should appear near 514 to 512 1/2 .Below that support is at 506 3/4 to 503 3/4 Traders can buy at 521 1/2 and risk a close under 511 for three days in a row..

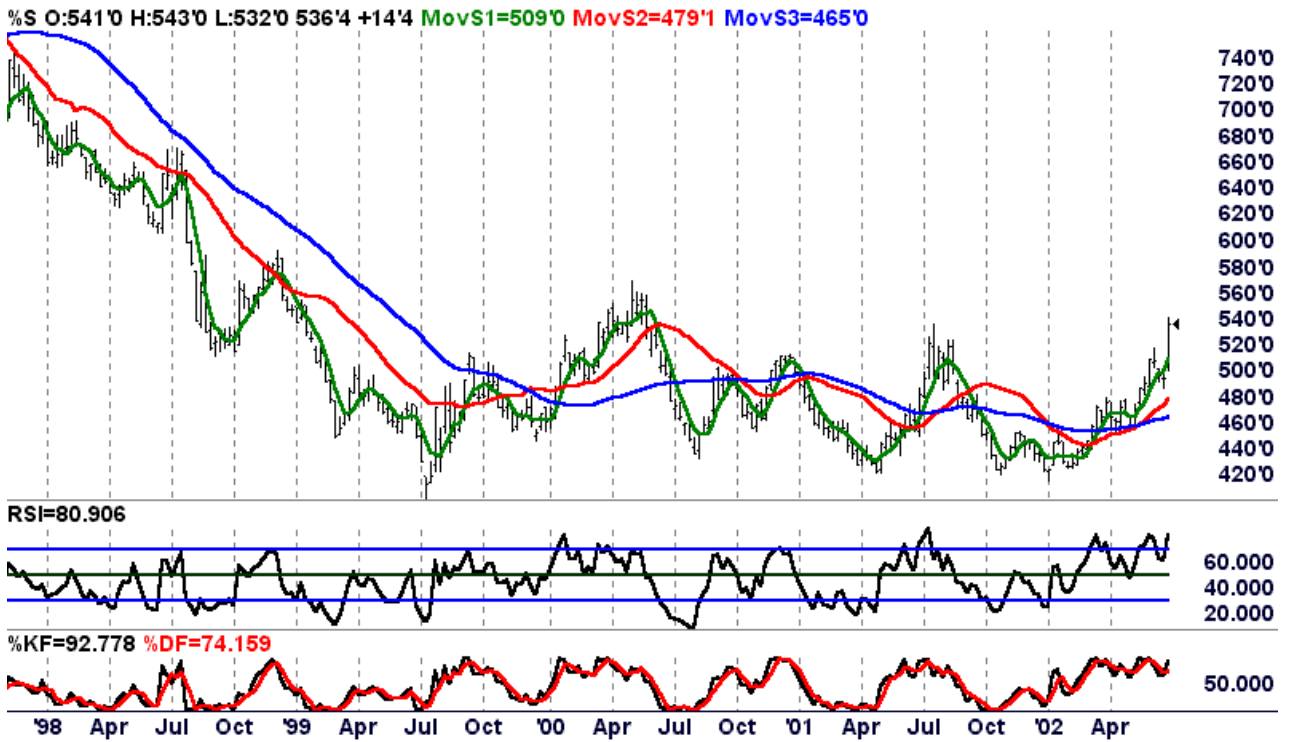
Traders should go long if a close over 536 1/4 occurs..

--Stay tuned for updates--

**Monthly Soybean Futures**



**Weekly Soybeans**



### Daily Soybeans Futures



### August Soybean Meal

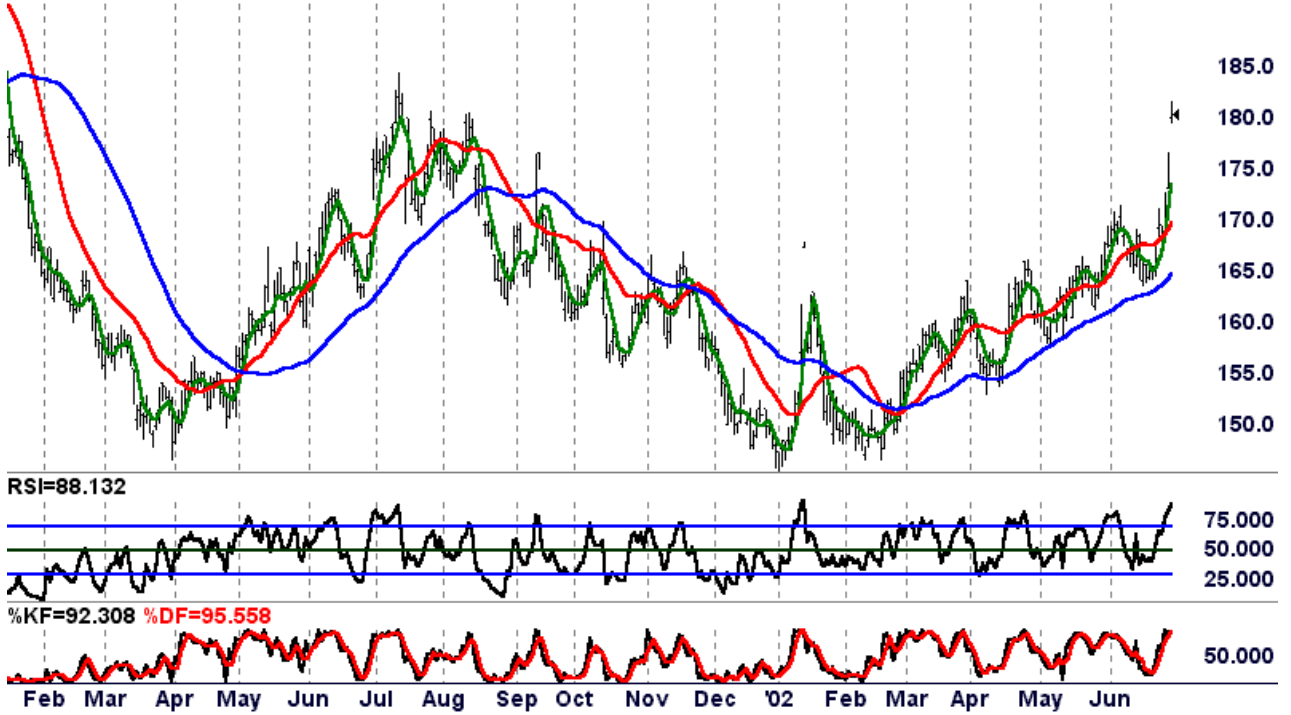
**Support** should appear near 173.8 to 173.1 then 169.6 to 168.9 which should contain a decline for a bit.. Traders can buy at 173.1 and risk a close under 168.4 for three days in a row. Below that buyers should appear near 165.5 to 164.2

**Resistance** is at 177.4 to 178, a close over is friendly and augurs for a test of 180.8 to 182 then 185.8 to 186.5 and eventually the 190.2 to 190.9 region..

Traders should go long if a close over 178.2 occurs

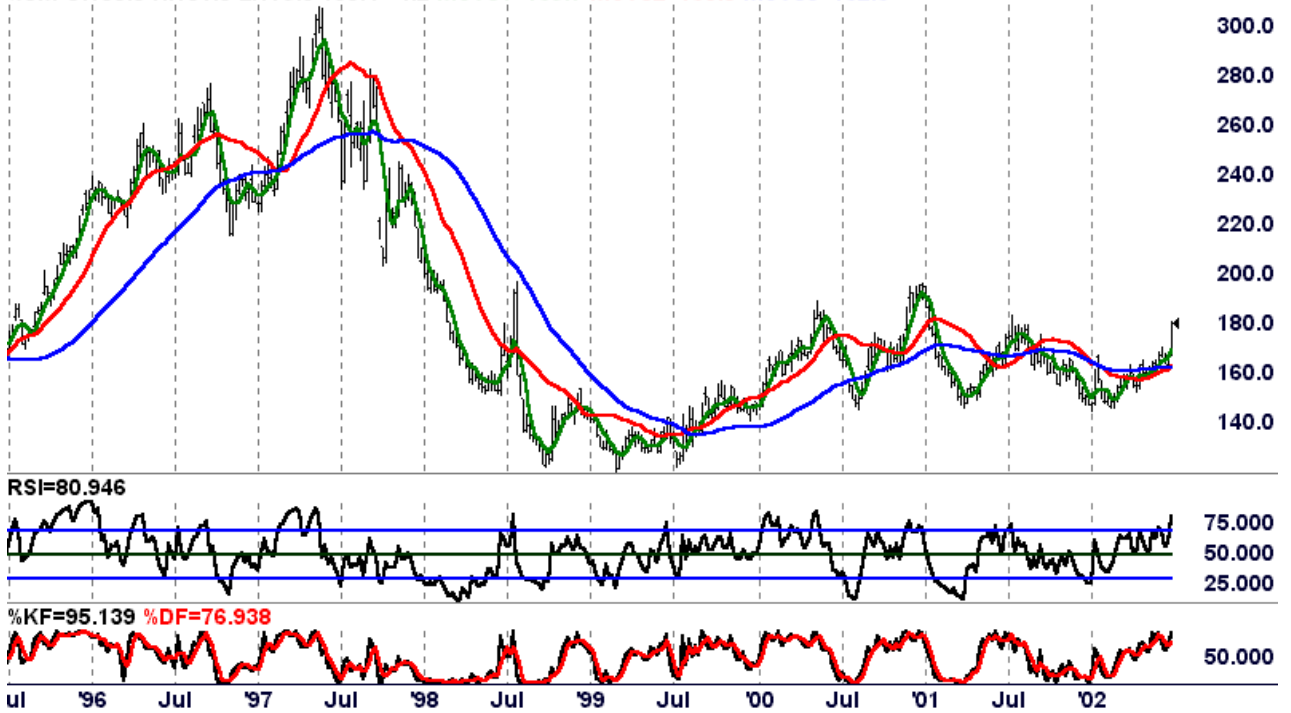
**Daily Soybean Meal Futures**

%SM O:180.0 H:181.8 L:179.5 180.4 +4.2 MovS1=173.4 MovS2=169.7 MovS3=164.7



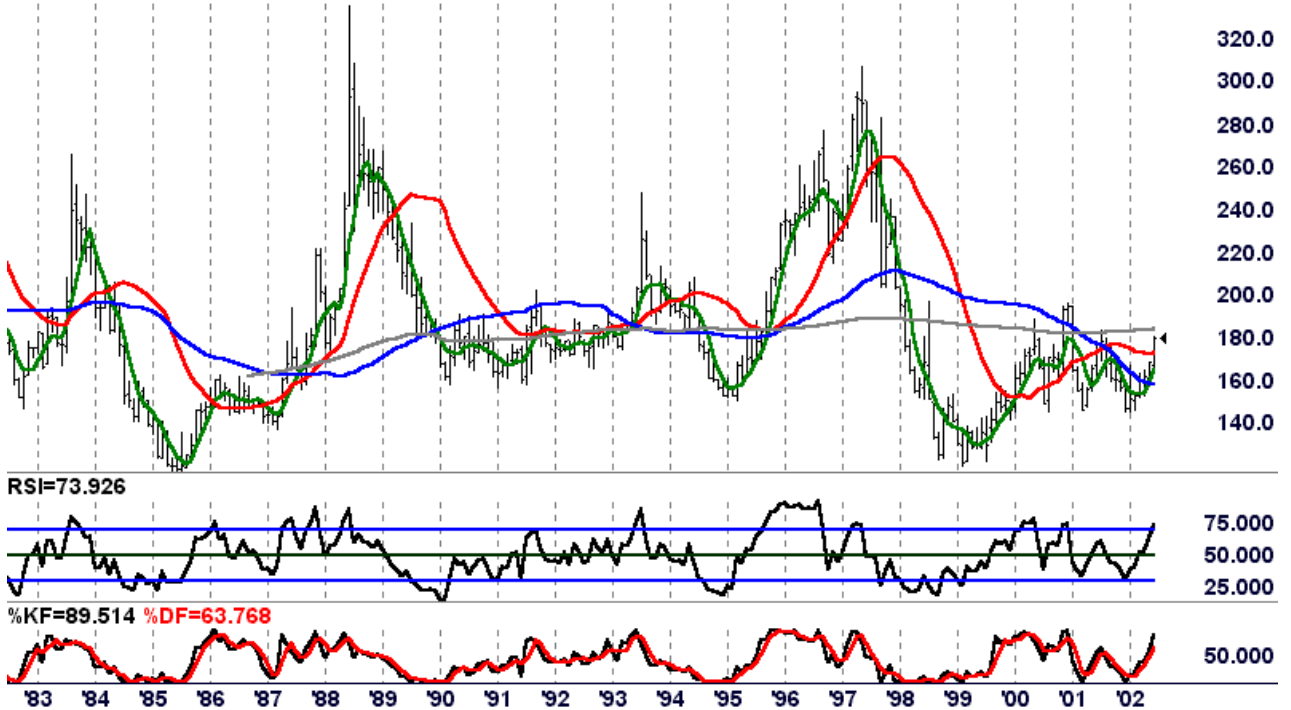
**Weekly Soymeal Futures**

%SM O:180.0 H:181.8 L:179.5 180.4 +4.2 MovS1=169.7 MovS2=163.0 MovS3=162.6



## Monthly Soymeal Futures

%SM O:180.0 H:181.8 L:179.5 180.4 +4.2 MovS1=164.9 MovS2=173.1 MovS3=158.1 MovS=184.4



## August Soybean Oil

**Support** is near 1822 to 1808. and 1796.. Below that support should appear near the 1780 to 1774 region. Under that support at 1738 to 1731 should contain a decline..

**Resistance** should appear near 1858 to 1869 , a close over 1869 is friendly and augurs for a test of the 1902 to 1909 and eventually the 1982 to 1996 region.

Traders should go long if a close over 1873 occurs.

## Daily August Soybean Oil

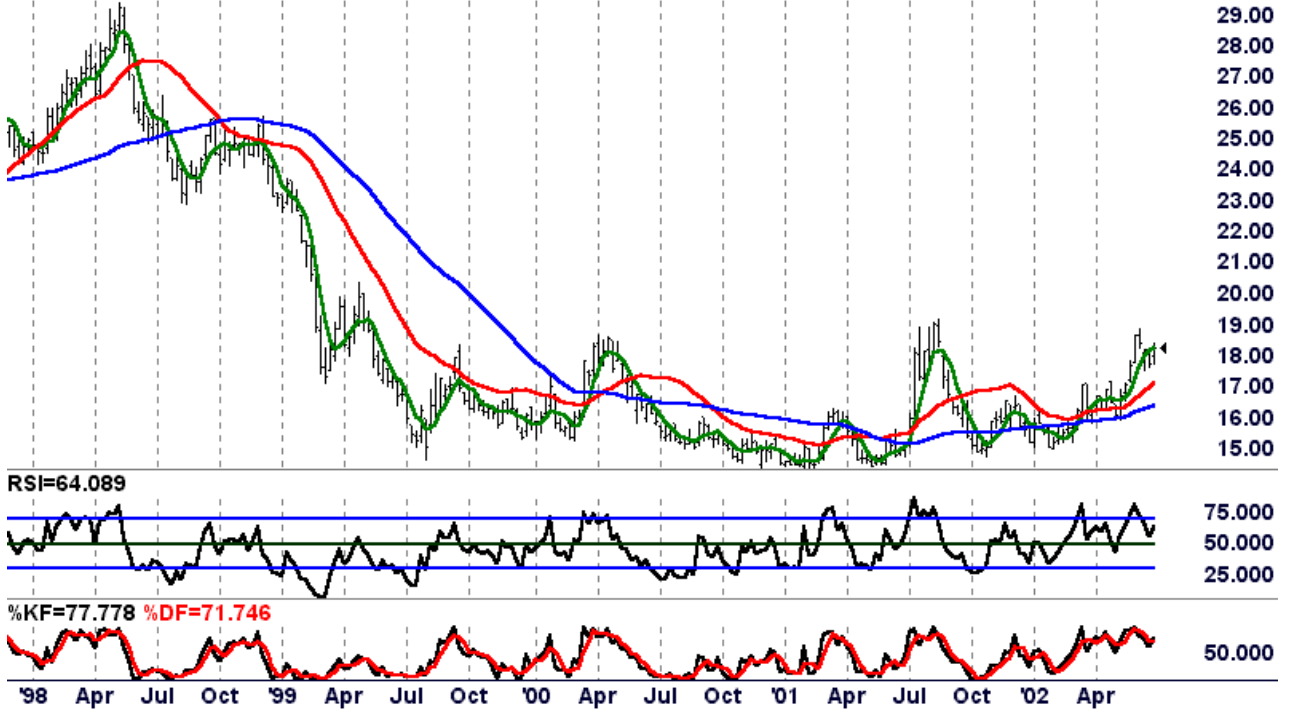


BOQ02 O:18.40 H:18.55 L:18.32 18.35 +0.30 MovS1=18.13 MovS2=18.38 MovS3=17.55 MovS=16.85



### Weekly Bean Oil futures

%BO O:18.35 H:18.45 L:18.22 18.25 +0.28 MovS1=18.25 MovS2=17.10 MovS3=16.41



## Monthly Soybean Oil Futures

%BO O:18.35 H:18.45 L:18.22 18.25 +0.28 MovS1=16.95 MovS2=16.61 MovS3=18.49



## Sept Corn

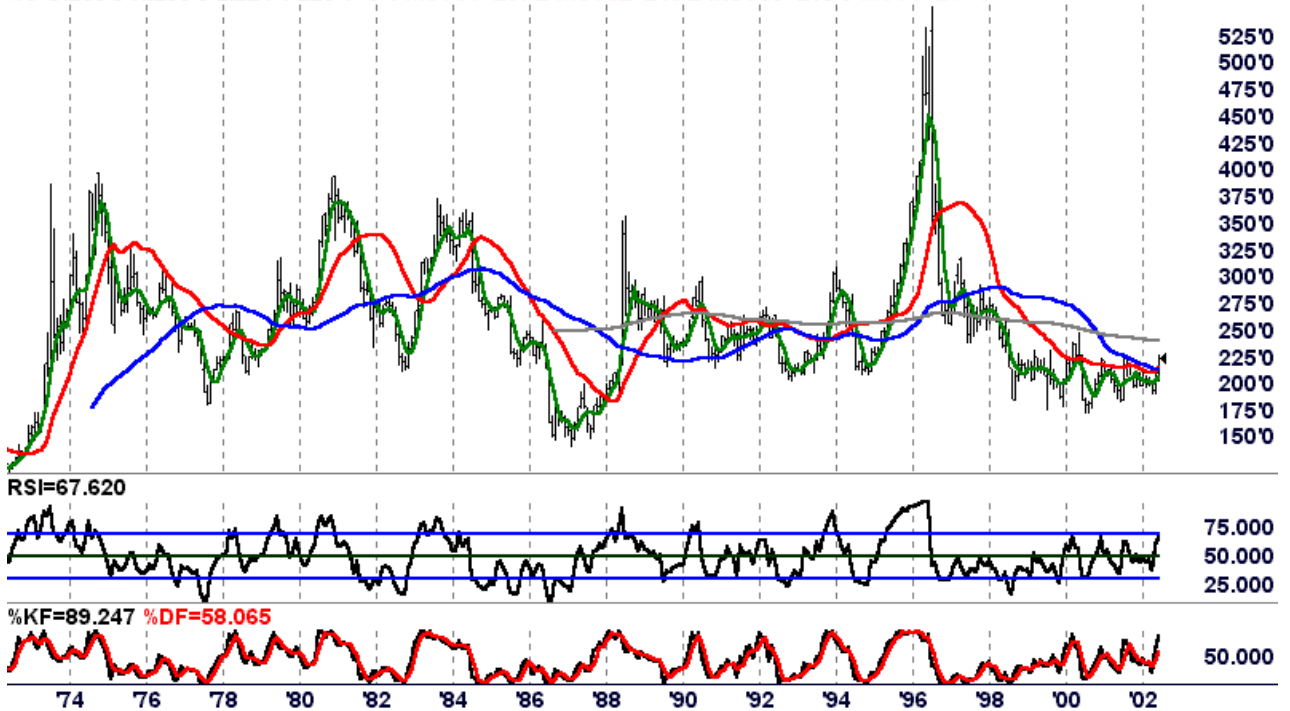
**Resistance** should appear near 235 ½ to 237 , a close over is friendly a for a test of 241 ½ to 242 and the 246 ¼ to 247 region Beyond that a test of 255 ½ to 256 ¾ is likely

**Support** is at 232 1/4 to 231 ½ then 227 ½ to 226 ¾ and the 222 ¾ to 221 ¾ region Traders can buy at 227 ½ and risk a close under 219 for three days in a row

Aggressive Traders should go long if a close over 237 1/2 occurs

## Monthly Corn Futures

%C O:230'0 H:230'0 L:224'4 225'4 -0'4 MovS1=207'2 MovS2=215'2 MovS3=213'6 MovS=241'5



## Daily Sept Corn

CU02 O:237'0 H:237'0 L:231'6 233'0 -0'6 MovS1=229'7 MovS2=221'0 MovS3=215'1



## Sept Wheat

Recommended open BW position , long at 313

**Support** should appear at to 310 ½ to 309 ½ and the 304 ½ to 303 ¾ region .. Traders can buy at 304 ¾ and risk a close under 297 for three days in a row.. Under that support should appear near 2293 ¾ to 292 ¾..

**Resistance** is at 314 ½ to 315 ¾ , a close over is friendly and augurs for a test of 319 ½ to 322 and eventually the 331 ¾ to 332 ¾ region

Traders should go long if a close over 316 1/4 occurs.

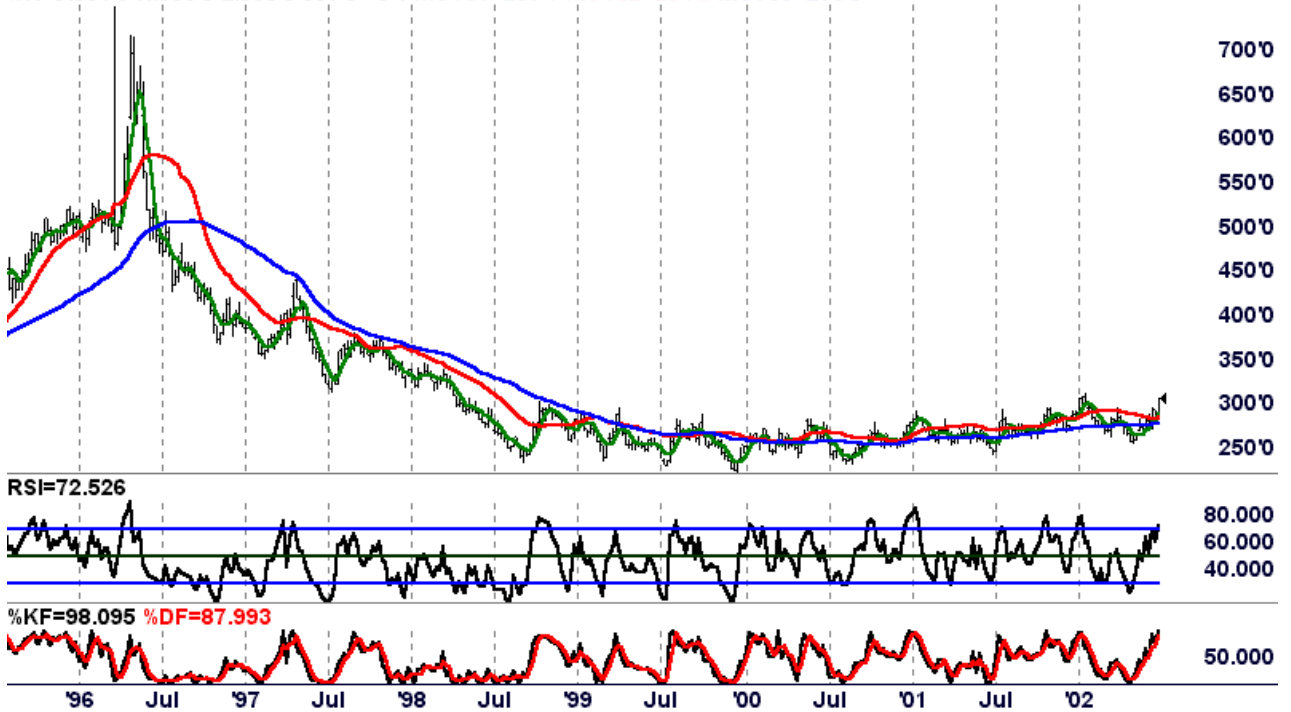
### Monthly Wheat Futures

%W O:301'0 H:308'0 L:300'0 307'0 +0'4 MovS1=280'5 MovS2=286'5 MovS3=271'2



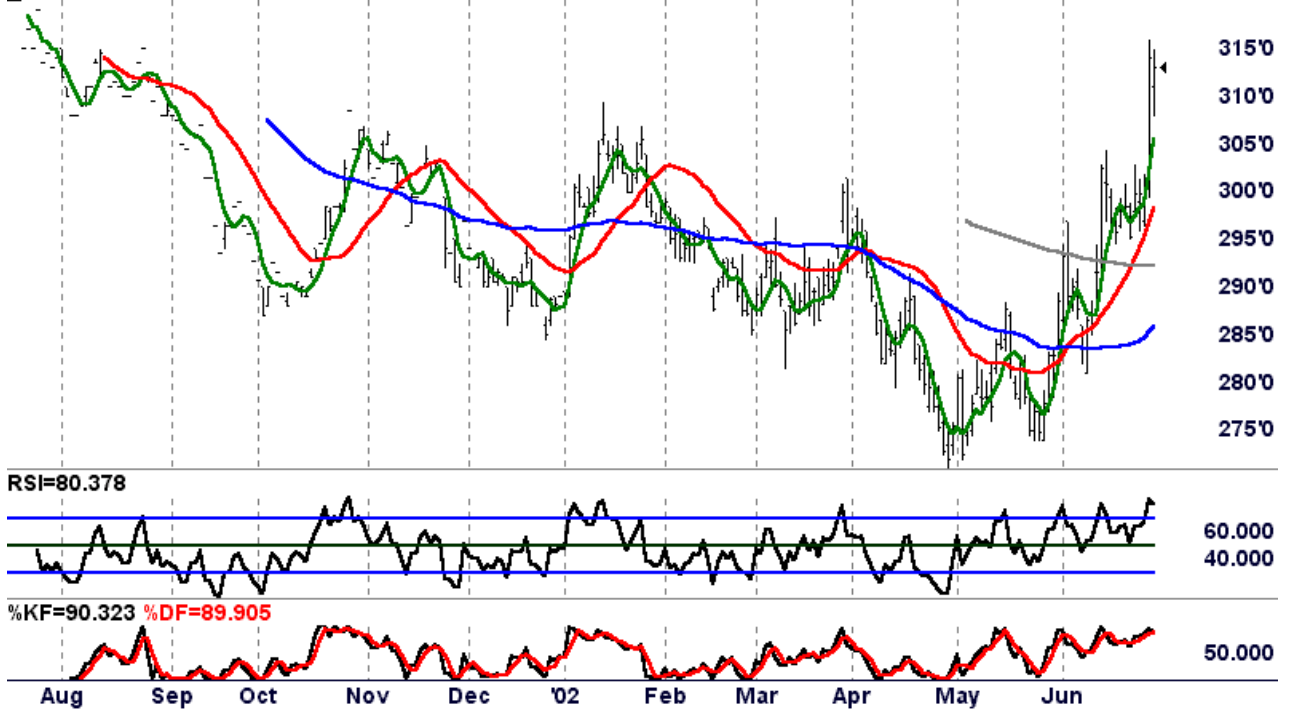
### Weekly Wheat Futures

%W O:301'0 H:308'0 L:300'0 307'0 +0'4 MovS1=289'1 MovS2=284'0 MovS3=278'0



### Daily Sept Wheat

WU02 O:311'0 H:315'0 L:308'0 313'0 -1'0 MovS1=305'4 MovS2=298'2 MovS3=285'7 MovS=292'2



### Daily Wheat Futures

%W O:301'0 H:308'0 L:300'0 307'0 +0'4 MovS1=297'7 MovS2=291'1 MovS3=276'2



# The Satisfying Softs

## September Cocoa

**Resistance** is at the 1655 and 1689 to 1696, a close over is friendly and augurs for a test of the 1731 to 1738 region..Above that a test of resistance near the 1774 to 1780 region is likely..

**Support** should appear near 1642 and 1615 to 1609 under that support is at 1576 to 1569.. Below that buyers should appear near 1535 to 1529 and should contain a decline. Traders can buy at 1538 and hold for higher prices..

Traders should go long if a close over 1658 occurs..

## Daily Cocoa Futures

%CO O:1648 H:1648 L:1621 1630 -8 MovS1=1621 MovS2=1559 MovS3=1545



## Weekly Cocoa Futures

%CO O:1648 H:1648 L:1621 1630 -8 MovS1=1566 MovS2=1565 MovS3=1266



### Monthly Cocoa Futures

%CO O:1648 H:1648 L:1621 1630 -8 MovS1=1546 MovS2=1210 MovS3=1158



### September Coffee

**Support** is near 4855 to 4845 and 4785 to 4770 under that buyers should appear near the 4720 to 4695 region.. .. Below that support is at 4585 to 4575..

**Resistance** should appear near 4970 to 4995 and the 5035 to 5070 region. . A close over 5070 is friendly and augurs for a test of 5200 to 5215. and the 5255 to 5285 region.

--Stay tuned for updates --



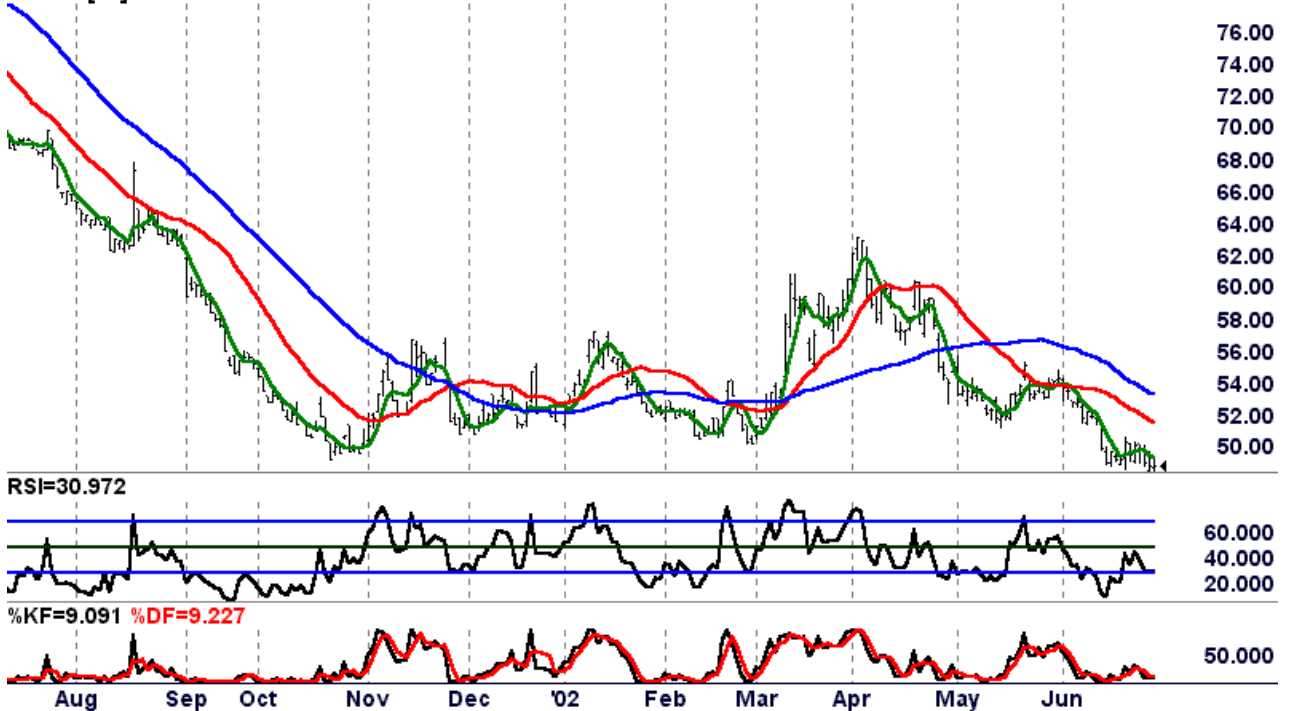
### Monthly Coffee Futures

%KC O:47.00 H:47.50 L:46.30 46.50 -0.35 MovS1=50.21 MovS2=60.25 MovS3=90.25 MovS=112.77



### Daily Sept Coffee

KCU02 [30] O:48.75 H:49.50 L:48.55 48.85 -0.05 MovS1=49.37 MovS2=51.52 MovS3=53.31



### October Sugar

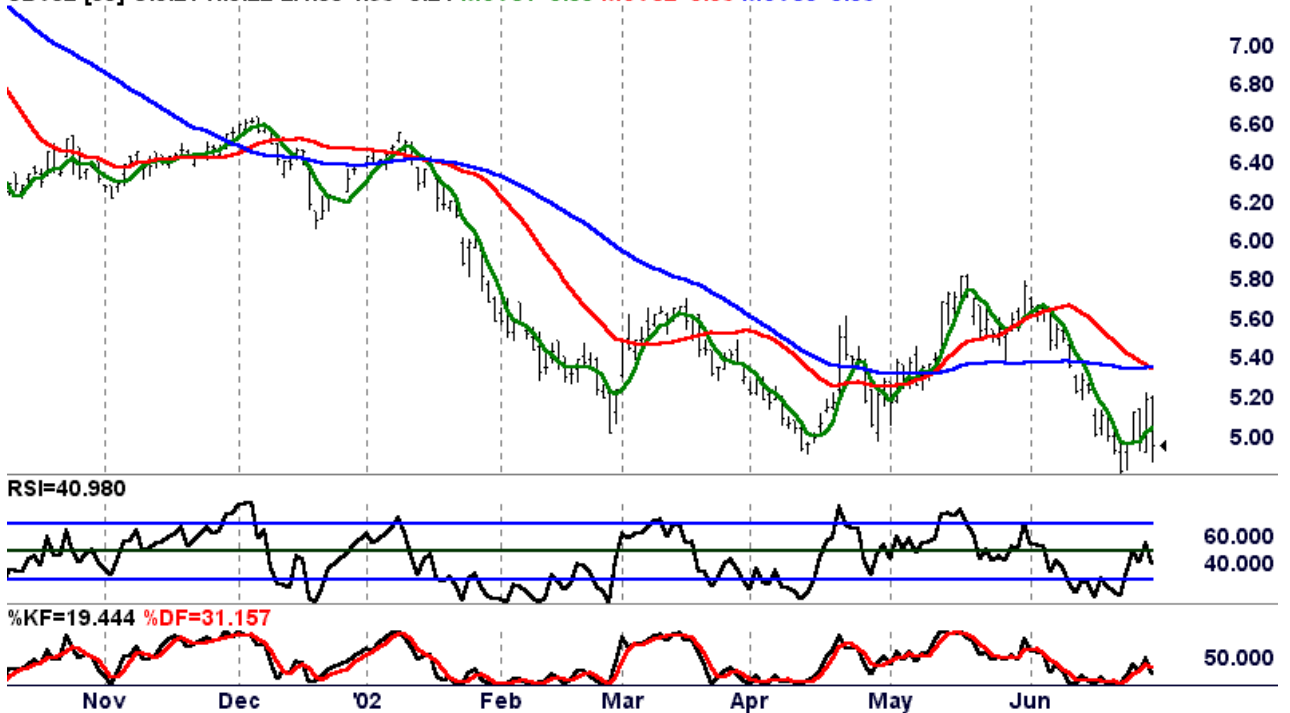
**Support** should appear near 493 to 490 .. Under that support is at 471 to 468 and the 449 to 445 region.

**Resistance** should appear near 507 to 515 then 534 to 538 and the 558 to 562 region. Beyond that a test of 582 to 586 is likely.

Trade Accordingly

### Daily October Sugar Futures

SBV02 [30] O:5.21 H:5.22 L:4.88 4.96 -0.24 MovS1=5.05 MovS2=5.36 MovS3=5.36



Based on a survey as of June 1, the USDA pegged all cotton plantings for 2002 at 14.416 million, about 9% below the previous season's 15.77 million. Upland cotton acreage was estimated at 14.2 million acres, also down 9% from the previous season, . Acreage estimate ranged between 14.2 million and 14.946 million, with an average of 14.505 million acres. That compares with the 14.771 million acres estimated by the government in March.

### December Cotton Futures

**Nearby Support** should appear near 4855 to 4845 and the 4785 to 4775 region. ..Traders can buy at 4790 for a bounce and risk a close under 4755 for three days in a row.. Below that support is at 4720 to 4695 and the 4650 to 4635 which should contain a decline..

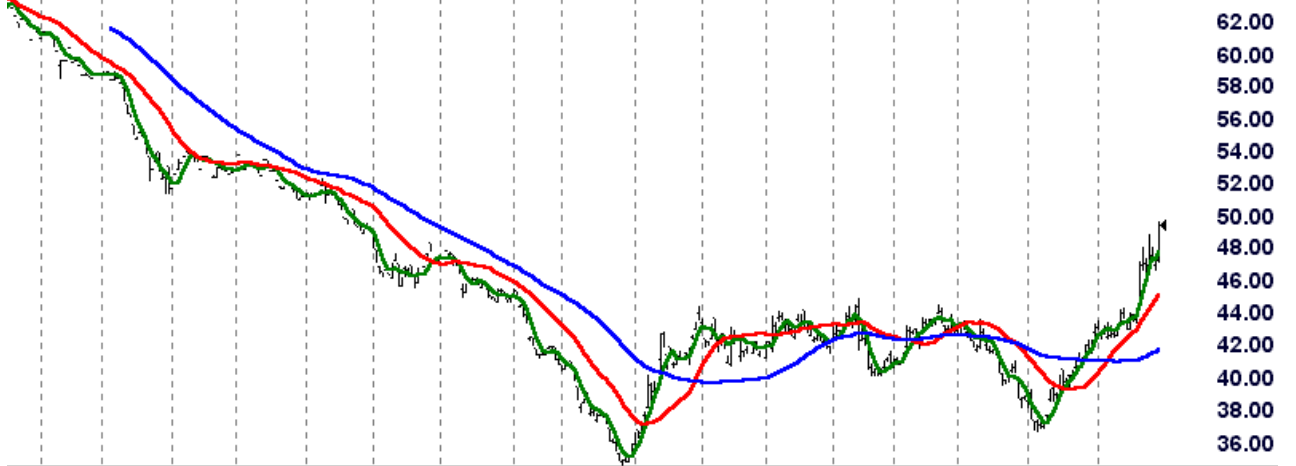
**Resistance** is at 4975 to 4995 .. Beyond that a test of 5125 to 5145 is likely.. A close over 5145 is friendly and augurs for a test of 5255 to 5285 and eventually the 5415 to 5430 region.

Traders should go long if a close over 5005 occurs.

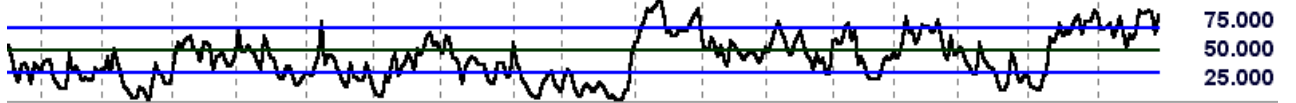
Trade Accordingly and stay tuned for updates..

### December Cotton Futures

CTZ02 [30] O:47.30 H:49.78 L:47.25 49.53 +2.70 MovS1=47.85 MovS2=45.18 MovS3=41.76



RSI=80.534

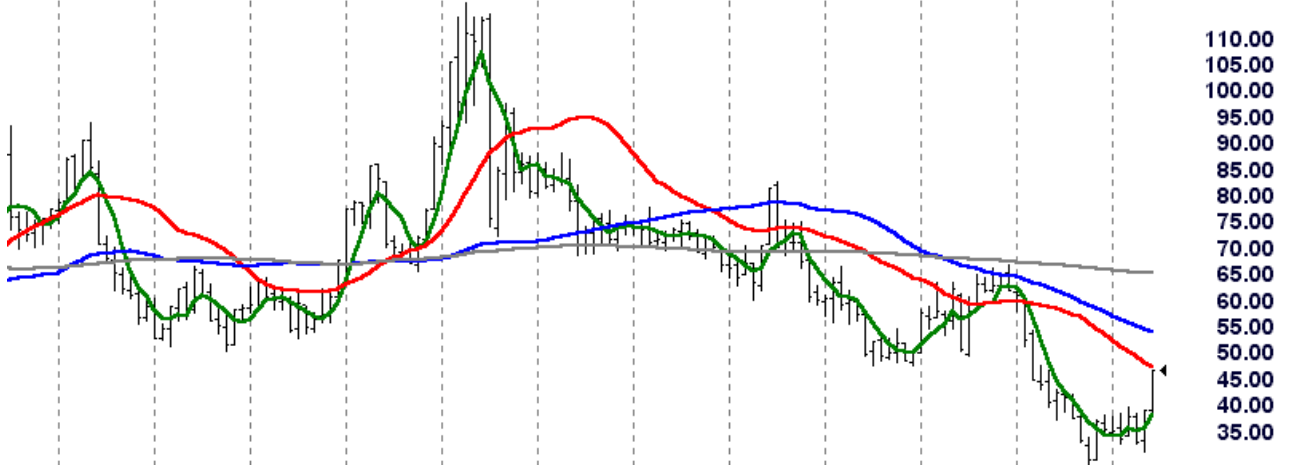


%KF=96.494 %DF=80.758

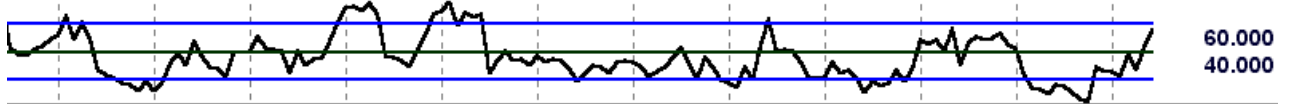


### Monthly Cotton Futures

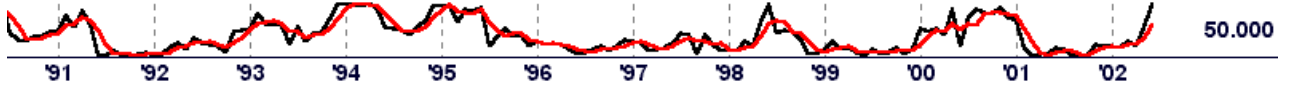
%CT O:44.40 H:46.80 L:43.50 46.80 +2.90 MovS1=38.30 MovS2=47.47 MovS3=54.33 MovS=65.47



RSI=66.308



%KF=97.895 %DF=57.948



## Weekly Cotton Futures

%CT O:44.40 H:46.80 L:43.50 46.80 +2.90 MovS1=41.50 MovS2=38.67 MovS3=36.87 MovS=51.90



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

Happy Trading !

Bill

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1--561-433-2995

Sunday June 30<sup>th</sup>, 2002

11:00 AM South Florida Beach Time

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