

*"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--*

**Saturday, November 30<sup>th</sup>, 2002**

**4:00 AM eastern standard time**

## The 'Frenzied' Forex Front

After a brief quiet period the 'babble' intensified last week –

--On Monday Japan's Vice Finance Minister for International Affairs, Haruhiko Kuroda, repeated he believes the yen's recent spate of weakness is a correction from past excessive strength...Japan's Finance Ministry, which we have noted in previous writings, prefers a weaker yen given the results a Strong yen would have on the economy ..

-- On Tuesday BOJ's Hayami warned against using a weaker yen to aid in the battle against Japan's economic problems. During the normal parliamentary testimony, Hayami again stressed not to use an overly weak yen as a policy for fighting deflation. He also said a strong yen wouldn't conflict with Japan's interests.

"If the yen falls, the value of (foreigners') assets in Japan falls. The currency loses credibility. You have to remember how important the credibility of the currency is," Hayami told Japan's Parliament. While noting a weaker yen would help exporters' profits and raise the price of imports he said the government essentially upset foreign countries if it actively weakened the yen as a policy..

This all caused some large traders early in the week to unwind long EC / Short Yen positions ..

In addition some negative sentiment towards the EC vs. the dollar caused widespread foaming at the mouth type selling of EC towards our lower buy area, which was hit on Wednesday. Subsequent to that a bounce in EC ensued and by Fridays session traders sold Yen again after release of Japan's jobless rate of 5.5% versus the expected 5.4 % and announcement of a .3 % decline in industrial output versus an expected gain of .4 %..

Also during the week Standard & Poor's warned that Japanese bank non-performing assets are likely to rise in the second half of the financial year lead to more worries about the Yen ...

We feel the Yen which now looks a bit negative on the charts , BUT will again be range bound and any real selling pressure will again be over done and eventually the Yen will bounce ...

Point of note to remember – Japan's UFJ Bank is planning to dump Y1 trillion of bad loans by way of a new company. It plans to set up the company by the March end of the fiscal year. Although announcements of bad loan disposals may likely be negative for the yen in the short-term, it should help the currency in the medium-term, as credibility returns to Japans financial sector..

I feel that as we move forward towards March of next year.. The BOJ would prefer a higher Yen as many such disposals occur ..--Something to remember going forward after the holiday's ...

In the Euro Zone ... The ECB meets on December 5<sup>th</sup> and there is many believe a cut in rates is coming from the ECB ..Especially after Germany's Ifo survey of business sentiment Tuesday that showed a continued decline this month. Euro Zone inflation is expected to fall to 2.2% from 2.3%. While inflation is above the stated target of 2 % many traders and economists feel that it is close enough for a rate cut.

However in a interview early last week , Chief Economist and ECB Executive Board member Otmar Issing said " one of our worries that in the context of a slowdown in real activity, inflation hasn't declined in the same fashion" "The fact is inflation, excluding energy and unprocessed food prices, stayed at 2.6% for six months, then 2.5% for three months and is now at 2.4%. This shows that there are many rigidities, and notably in wages, which is reflected in service prices that are rising more quickly than they should in an environment of slowing growth"

Referring to the gap between interest rates in the euro zone and U.S. Issing said "for a central bank this gap in rates can't be an objective or an element of decision making. The Fed evaluates the American economy's situation, the ECB does the same for the euro zone and we react accordingly" discounting any monetary problems from the rate differential ...

Late in the week on Friday, Bundesbank President Ernst Welteke , a well respected voting member of the ECB made comments mildly in favor of a rate cut.. now that inflation is near it's target and more importantly member countries appear to be trying to keep deficits down on the fiscal end.. -- No argument here...

If the Euro zone can get its arms around it's unemployment , final demand will surge and long-term growth will be astounding .. for that reason I remain optimistic, with caution..

--Kudos to Sweden --

On Friday Sweden's political parties said they will vote on entry into the Euro-Zone in September 2003, thus lending more credence to thoughts of an eventual stronger EC.. as the decision on the when to have the vote occurred rather quickly and without much political bickering.

In the meantime the Swiss Franc appears to have mildly benefited from shifts in funds over the holiday as geopolitical concerns about global terrorist activity and an impending war with Iraq caused dollar bulls to toss money into the Swissy , which maintains a net credit account balance and is a common favorite during times of world conflict in recent history...We think that trend will continue and could accelerate during December and have no reason to change the friendly posture towards the Swiss Franc as we are entering a period of seasonal strength in the Franc.. which should contain any declines for the time being..

The Pound suffered early in the week breaking briefly towards lower support on Trade Union fears as a firefighters walk out due to begin this coming Wednesday is thought to have adverse results on Britain's economy . However on Thursday U.K Chancellor Gordon Brown said that the U.K. economy is on "a course of stability." In an interview on BBC Brown re-affirmed his recent 2003 projection of 2.5% to 3% GDP and said they were based on "very cautious projections." According him European "sluggishness" and the fall in equity markets are two factors no one predicted a year ago and have resulted in Govt revenue declines no one could have predicted.. He feels the U.K. economy is stable and that "We have met every one of our fiscal rules and we will continue to do so." The BOE meets on Dec 5<sup>th</sup> and is expected to leave rates unchanged... The chancellor stressed that the fundamentals of the U.K. economy remain strong, after lowering '2002' growth outlook from 2.5 % to 1.6 % while maintaining it's positive stance for more sustained recovery going forward after it announced it's strongest growth since '2000' late week.. We remain friendly to the pound for now and feel a grind towards recent highs versus the dollar will continue ...

The Aussie outlook remains positive for now and still appears cheap in my view. As does the Canadian dollar.. We could easily see both currencies much much higher in the medium term .. out several months from now..

---Analyses of the currencies will roll to March by next weekend stay tuned for updates ...  
-Now on to the nitty Gritty --.

### December Yen

**Support** should appear near the 8134 to 8119 , a close under is negative and indicates a test of 8044 to 8029.. Below that support should appear near 7954 to 7939 and the 7864 to 7836 region. Traders can buy at 7867 and risk a close under 7755 for three days in a row.

**Resistance** should appear near 8164, a close over is friendly and augurs for a test of 8194 to 8223.. Above that sellers should appear near the 8300 to 8314 region . Traders can sell at 8297 for a turn lower and risk a close over 8318 for three days in a row. Beyond that sellers should appear near 8391 to 8406 Aggressive Traders can go short if close under 8116 occurs...

### Monthly Yen



### Weekly J-Yen



### Daily J-Yen



### December Euro Currency (EC)

Recommended Open BW Position Long at 2 at 9961 avg

**Support** should appear at 9921 then 9879 and the 9837 to 9821 region. Below that buyers should appear near 9779 and the 9737 to 9706 region. Failure there indicates a test of 9641 to 9625.. which should contain a decline for a bit

**Resistance** is at 9979 an extended trade of close over augurs for a test of the 1.0021 to 1.0037 region. Beyond that sellers should appear near 1.0071 and the 10104 to 10136 region.. Beyond that an eventual test of 10320 to 10360 is likely.

## Monthly Cash EC



## Daily EC Futures



## Stay tuned for Updates

### December Swiss Franc

Recommended Open BW Position Long at 6868

**Resistance** should appear near 6741 to 6755 then 6782 and the 6809 to 6836 region. Beyond that a test of the 6909 to 6919 region is likely to occur.

**Support** should appear near 6709 and the 6673 to 6659 region .. Below that 6591 to 6577 should contain a decline.

Traders should go long if a close over 6759 occurs

### Monthly Swiss Franc



### Daily Swiss Franc



### December British Pound

Recommended Open BW Position Long at 15768

**Support** should appear near 1.5526 and the 1.5350 to 1.5290 region..

**Resistance** should appear near the 1.5612 and the 1.5690 to 1.5760 region. .

### Monthly British Pound



### Daily British Pound



### December Canadian Dollar

**Support** should appear near 6350 to 6337, Traders can buy at 6354 and risk a close under 6332 for three days in a row. Below that buyers should appear near 6305 and the 6270 to 6257 region

**Resistance** is at 6417 to 6430 and 6456.. Beyond that a test of 6483 to 6509 is likely.



## Monthly C\$



## Daily C\$



## December Aussie Dollar

Recommended Open BW Position Long at 5582

**Support** is at 5577 to 5553. Under that buyers should appear near 5504 to 5492 and the 5430 to 5418 region.

**Resistance** is at the 5640 to 5653 region .. A closer over is friendly and augurs fore a test of 5716 to 5729 and the 5792 to 5805 region.

Traders should go long if a close over 5657 occurs.



## Monthly Aussie \$



## Daily Aussie \$



## The Sensational Stock and Bond Markets

### Dow Jones Industrial Average

**Nearby Resistance** should appear near 8934 to 8964 where sellers should appear attempt to Cap an early rally. However a close over is friendly and augurs for a test of the 9044 to 9060 region. Beyond that resistance is at 9140 to 9156 then 9236 and the 9316 to 9347 region

**Support** should appear near 8871 to 8856 , a slip under augurs for a test of 8683 to 8668 and most likely the 8589 to 8560 region. Which should contain a decline for a bit.. However a close under is negative and augurs for a test of 8499 to 8484 and the 8406 to 8391 region.

### Monthly Dow Jones Industrial Avg



### Weekly Dow Jones Industrial Avg



### Daily Dow Jones Industrial Avg



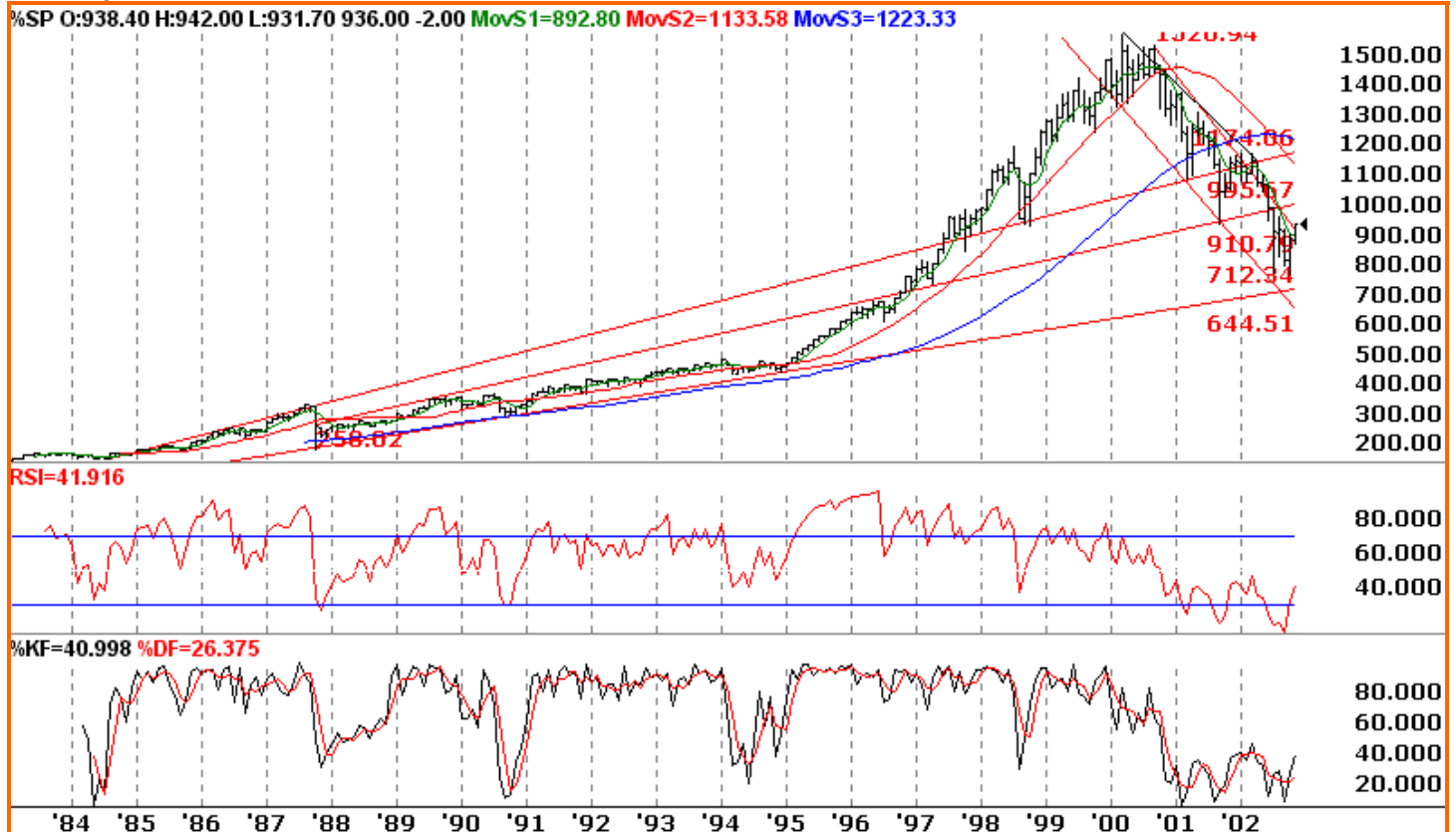
## December SP500

Recommended Open BW Position Short at 891.50

**Nearby Resistance** is at 938.80 and 942.80 to 944.50..Beyond that sellers should appear near 952.60 to 954.20and the 962.50 to 964.10 region.. beyond that sellers should appear near 970.60 to 973.70 and the 982.10 to 983.70 region and cap an advance for a bit..

**Support** should appear near 934.70 to 931.60 and 915..60 to 914.00 , a close under is negative and augurs for a test of 906.00 to 904.40 and the 896.40 to 893.40 region. Below that buyers should appear near 877.70 to 876.20

## Monthly SP500 Future



### Weekly SP500 Future



### Daily SP500 Future



### Nasdaq Composite

**Nearby Resistance** is at 1484 to 1496 then 1529 to 1535 and the 1569 to 1576 region, which should cap a rally. Above that sellers should appear near 1609 to 1613

**Support** should appear near 1459 to 1453 and slip under augurs for a test of 1421 to 1415. A close under is negative and augurs for a test of the 11383 to 1377 and the 1346 to 1334 region.

### Monthly Nasdaq Composite



### Weekly Nasdaq Composite



### Daily Nasdaq Composite



### December Mini Nasdaq 100

**Resistance** is at 1130.00 to 1136.00 and 1164 to 1169, beyond that a test of 1192 to 1203 is likely., a close over is friendly and augurs for a test of 1232 to 1238 and the 1268 to 1274 region , which should cap a rally for a bit.

**Support** is at 1092 then 1068 to 1058, a close under is negative and augurs for a test of 1036 to 1032 and the 1005 to 1000 region. Which should contain a decline

### Daily Nasdaq 100 Future

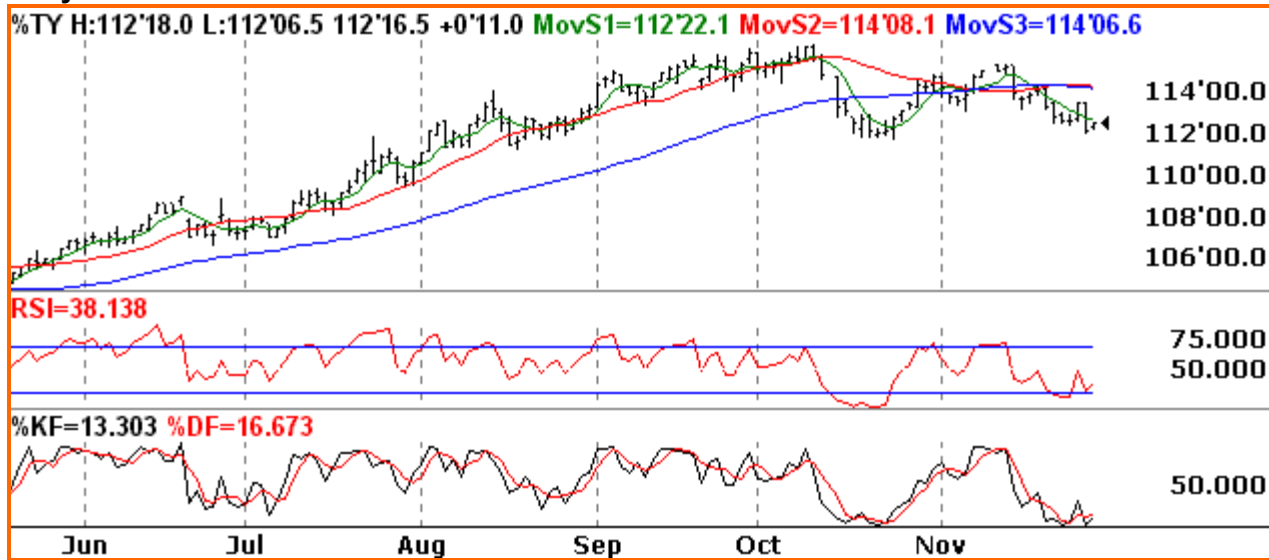


### March Ten Year T-Notes

**Resistance** should appear near 111-07 and 111-23 which should cap a rally for a bit.. However close over is friendly and augurs for a test of 112-07 then 112-23 and eventually the 113-04 to 113-27 region.

**Support** is at 110-23.. A close under is negative and augurs for a test of 110-04 and 109-23 , below that support is at 109-07 to 109-04 which should contain a decline for a bit... .

## Daily Ten-Year T-Note Future



## Precious Metals

Gold may continue its recognition as a safe haven next year in light of continued weakness of the dollar, low interest rates and geopolitical concerns ..Front end Gold remains solidly up over its 2001 close of 272 at Wednesday's close Feb was 317.8 and now becomes front month—that's over 16.5 % rise ...not bad ..

As predicted last December in this publication elevated concerns over global security following the Sept. 11 terrorist attacks on the U.S. increased gold's safe haven appeal as traders began to favor hard assets and Gold began a resumption of sorts it's historical role as a store of value.

Subsequent to that gold producers reduced hedges and investors were pelted by a declining dollar amidst large wild swings in stock market values resulting from well-founded worries of criminal corporate collusion. As this was uncovered it left many wondering if the famed late 1990's rally in equity values was even based real earnings. In addition early in the year Japanese investment demand provided a backdrop to the firm prices and should remain there for sometime even though some immediate concerns in Japan have been alleviated by extensions of government backing of savings into the year 2005.

Looking forward New Chinese demand may play into the gold market in a positive way as China's recent foray into freeing up gold market takes hold... now I am not saying to run out and bet the farm on gold prices , it should have swings , but over all I see no reason to change posture at this time...

Low U.S. interest rates should discourage gold producers from selling their production in the forward markets, China's new Shanghai Gold Exchange may eventually provide a boost demand as China has been traditionally a buyer of gold . The People's Bank of China used to set prices in China , and no one really trusted or had money to invest in gold .. Gold prices in China will now closely resemble international prices. Additionally gold trade in China is now exempted from a 17% tax by Chinese authorities and plans are under way to allow local investors to more widely participate on the exchange , with an eventual move towards futures contracts also in the works.

Last Thursday the World Gold Council said global demand, not including institutional investment, fell 7% from the same period a year earlier to 780 metric tons.. reflecting the downside of a bullish case as Jewelry demand for the yellow metal has decreased as economies around the world struggle...

However if a U.S military strike on Iraq occurs gold could move higher , and while many predict it will fall after



any strike occurs , there seems to be a reasonable base under it for now ..

And I am going to urge caution to traders who want to use the 1991 war scenario as a trading plan.. be careful .. going into the war in 1991 many were bullish the metal for reasons of the War

Now many are bearish gain getting bearish the metal in favor of equities and Gold seems to have discounted any chance of a rally from a War .. the bears may get a surprise ...

In 1991 there were mild threats of reprisal attacks on the U.S.and its overseas interests , they never really occurred .. while this year we are struggling with attacks prior to the event , attacks that have tested the very fabric of our belief that we are free from such attacks...

### Feb Gold

Recommended Open BW Position Long at 319.1

**Nearby Support** should appear at the 315.7 to 314.8 region. Below that 310.2 to 309.2 should contain a decline.

**Resistance** is at 319.4 to 321.3 and the 326.1 to 327.0 region..

### Monthly Gold



### Daily Feb Gold



### March Copper

**Support** should appear near 7515 to 7485 and 7345 to 7325, a close under augurs for a test of 7170 to 7140.

**Resistance** should appear near 7605 and 7760 to 7780.. Beyond that sellers should appear near 7835 to 7865

### Monthly Copper



### Weekly Copper



### Daily March Copper



### March Silver

Recommended Open BW Position Long at 4.53

**Support** should appear near 442.5 below that buyers should appear near 438.5 to 437.0 and the 431.5 to 430.5 region. Under that support is at 425 to 423.5

**Resistance** is at 444.5 and 450.5 to 451.5, a close over augurs for a test of 457.0 to 458.5. Beyond that sellers should appear near 463.5 to 465.5

### Monthly Silver



## Weekly Silver



## Daily March Silver



## The Exciting Energies

Over the holiday Brent Crude was about 15 cents under it's Wednesday's close , leaving Crude Futures virtually unchanged on during Thursday and Friday's U.S. holiday period...

There is a slight chance Iraq exports could be disrupted after Dec. 4, when the U.N.'s nine-day extension of the oil-for-food program expires. Meanwhile Opec Meets in Mid December and we would expect the usual speeches and worries about production and price levels to ensue shortly ...

Opec is over producing above it's suggested quota's with Saudi Arabia keeping the pipeline full to garner market share as it flexes its production prowess.. Even with all the negative talk surrounding Crude over the last month , it has firmed off the recent lows and looks poised to move higher..

## January Crude Oil

**Support** should appear near 2672 to 2663 and 2620 to 2612.. Traders can buy at 2647 and hold for higher prices,.. Below that Support is at 2568 to 2552.and the 2519 to 2511 region ..Which should contain a decline.

**Resistance** is at 2716 to 2724 and 2758 to 2775 . A close over is friendly and augurs for a test of 2820 to 2829. Beyond that sellers should appear near 2874 to 2883

Aggressive traders can go long if a close over 2727 occurs..

### Monthly Crude Oil



### Weekly Crude Oil



### Daily Crude Oil



### January Unleaded Gas

Recommended open BW position long 6995

**Support** should appear near 7170 to 7140 and the 7090 to 7075 region . Below that buyers should appear near 7005 to 6995.

**Resistance** is at 7240 to 7255 . A close over is friendly and augurs for a test of 7325 to 7340, a close over is friendly and augurs for a test of 7415 to 7430 and the 7485 to 7515 region.

### Monthly



## Weekly Unleaded Gas



## Daily Unleaded Gas



## January Heating Oil

**Resistance** is at 7605 and 7765 to 7770, a close over is friendly and augurs for a test of 7835 to 7865 and the 7940 to 7955 region.. Beyond that sellers should appear near 8025 to 8045

**Support** should appear near 7515 to 7485 and 7430 to 7415 Under that buyers should appear near 7345 to 7325 and the 7170 to 7140 region.



### Monthly Heating Oil



### Weekly Heating Oil



### Daily Heating Oil

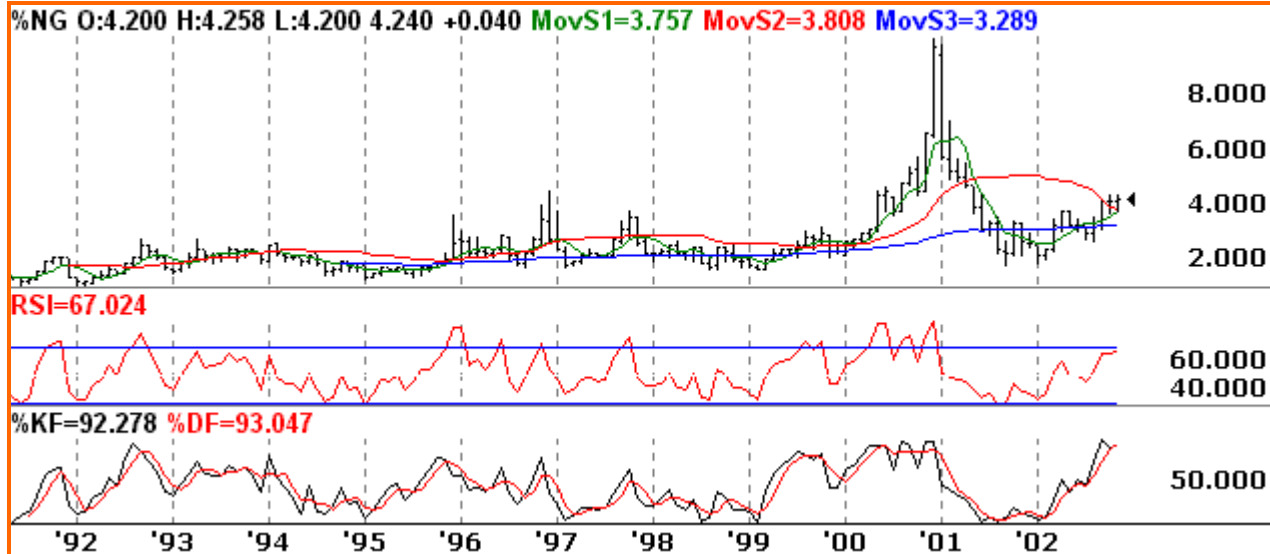


### January Natural Gas

**Resistance** is at 4.249 and the 4.305 to 4.315 region. Beyond that sellers should appear near 4.370 to 4.385 and 4.425 to 4.446

**Support** is at 4.183 to 4.163 and 4.120 to 4.110 which should contain a decline for a bit.. Below support at 4.056 to 4.046

### Monthly Natural Gas



### Weekly Natural Gas



### Daily Natural Gas



## The Lively Livestock

### December Live Cattle

Recommended open BW position Short at 7482

**Resistance** should appear near 7487 to 7512 and 7587 to 7602.

**Support** is at 7432 to 7412, a close under augurs for a test of 7342 to 7327

### February Live Cattle

**Resistance** should appear near 7876 and 7937 to 7957.. Beyond that sellers should appear near 8027 to 8047. .

**Support** is at 7832 , a close under is negative and augurs for a test of 7777 to 7762.. Failure there indicates a trade towards the 7692 to 7672 region..

### Daily Dec Cattle



### Daily Feb Cattle



### December Hogs

Recommended Open BW Position, short at 2 at 4342 avg

**Support** is at 4652 to 4637 and 4517 to 4502 below that buyers should appear near 4382 to 4372..

**Resistance** is at 4692 to 4717 and the 4772 to 4787 region.

Stay tuned for updates

### December Lean Hogs



### February Lean Hogs

**Support** is at 5357 to 5342 and the 5282 to 5257 region a close under augurs for a test of 5212 to 5197 and the 5142 to 5127 region... Below that 5067 to 5037 should hold.. Traders can buy at 5127 for a turn higher and hold for higher prices..

**Resistance** is at the 5492 to 5507 and 5552 to 5577 .. traders can sell at 5492 and risk a close over 5587 for three days in a row,, Beyond that sellers should appear near 5637 to 5652 and 5717 to 5732..

## February Lean Hogs



## February Pork Bellies

**Support** should appear at 8562 , a slip under augurs for a test of 8502 to 8482 and the 8407 to 8392 region.. Below that buyers should appear near 8317 to 8202.. Traders can buy at 8317 and hold for higher prices...Below that 8227 to 8192 should hold...

**Resistance** is at 8667 to 8682 A close over is friendly and augurs for a test of 8762 to 8777 and the 8932 to 8967 region. Which should Cap a rally for a bit.. Beyond that a test of 9042 to 9062 is likely..

Aggressive traders should go long if a close over 8692 occurs..

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

## Daily Feb Bellies



## The Grande' Grains

Soybeans rallied last week on the back of export sales and Soyoil, which made a new contract high on Friday. Soymeal has been a drag on beans as traders have been buying the oil and selling the meal.. Export sales have been and should continue during December.. after the new year begins pressure from Brazil's crop may

begins to surface..

However wet weather is continuing in parts of southern Brazil and doesn't appear to be ending for a few days.. That's the one of the problems with growing crops in what was once a rain forest.. ..Heavy rain is now believed to be causing the spread of fungus in some soybean fields.

Given the tight world balance between supply and demand for soybeans .. There have been reports in Parana and Sao Paulo as well as in Paraguay of soybean plants dying from fungus attacks. In a region in the north of Parana locals have said some 15% crop has been affected. Heavy Rains , high temps and lingering fungi from winter corn crops are causing concern. The Parana region rainfall totals are 67% higher than the average as Mother Nature's El-Nino flexes it's muscle El Nino could become a factor in the U.S once again next year..

Brazil is estimated will to produce 48 to 50 million metric tons , a record. Even with record crops and new land use for crops around the world, it is estimated that over the next several years the World Supply Demand ratio for Soybeans will be out of balance weighted to the demand side .. something becoming more apparent this weekend as the U.N announced that 40 nations around the world will face food shortages next year....

Meanwhile Wheat futures continue meandering near recent lows , heavy deliveries against the front month Dec contract pressured wheat early on Friday, however some strength occurred near days end to close off the session lows.. Weekly wheat export sales were 327,700 metric tons. Currently export commitments are less than 1% ahead of last year's pace. Price increases in U.S wheat has sent importers to far corners of the world for supplies from channels not normally used ..Supplies that , may in fact run dry sooner than most think, even Australia is importing wheat and they are a major exporter.

On Thursday the International Grain Council maintained its current world production estimate at 562 million tons but raised the 2003-04 world wheat crop by 35 mt to 597 mt. It also raised world wheat stocks as a result from China revisions. Which is more of a psychological deterrent to price gains , since we really don't see China as a major exporter any time soon..

The IGE forecasts 2002-03 wheat ending stocks in the five major wheat exporting countries to be the lowest in seven years at 30 million metric tons Stocks in 'other' exporting countries is estimated to reach 54 million tons, the highest in 10 years. However in many of those 'other ' countries costs to import from them can be higher to due shipping and geographic hurdles..

Monday, the Australian Bureau of Agricultural and Resource Economics will issue a new crop report, Estimates are seen dropping again to 9.5 million tons down from 10.13 million tons . Last year's crop was 24.5 million. Statistics Canada is scheduled to release its November crop estimates on Thursday....

Corn continues to be a drag on prices in general , however that should abate as prices seasonally tend to rise December thru March and Corn is still above last year end and could resume upward track on short covering..

### **Jan Soybeans**

**Resistance** is at 579 ½ to 580 ½ , beyond that sellers should appear near the 585 ½ to 588 region .. Above that a test of 610 ½ to 611 ½ is likely..

**Support** should appear near the 573 to 571 ¾ region. Below that 565 ¼ to 563 should contain a decline. Traders can buy at 565 ¾ and risk a close under 554 ¾ for three days in a row.. Under that buyers should appear near 543 to 541 ¾ .

Traders should go long if a close over 581 ¼ occurs..

### **Monthly Soybeans**



### Weekly Soybeans



### Daily Jan Soybeans



### January Soymeal



**Support** should appear near 165.5 to 164.2 and 161.5 to 160.9.. Below that buyers should appear near 157.6 to 156.9

**Resistance** is at 168.9 to 169.6. A close over augurs for a test of 173.1 to 173.8.. Beyond that sellers should appear near the 177.4 to 178.0 region

Traders should go long if a close over 169.9 occurs.

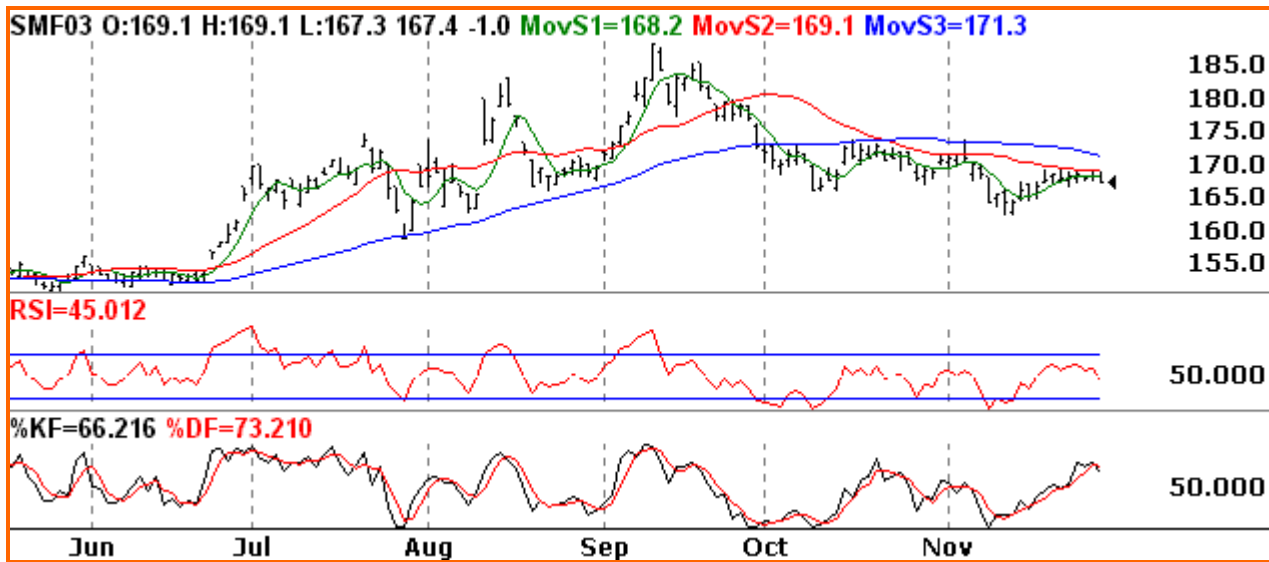
### Monthly Soymeal



### Weekly Soymeal



### Daily January Soybean Meal



### January Soybean Oil

Recommended Open BW Position, Long 2267

**Resistance** is near the 2315 to 2322 region, a close over augurs for a test of 2354 to 2370 . Above that sellers should appear near the 2411 to 2419 region.

**Support** should appear near 2275 to 2267 and 2226 to 2219. Below that support is at 2185 to 2170.

### Monthly Soybean Oil



### Weekly Bean Oil



### Daily January Soybean Oil



### March Corn

**Resistance** should appear near 246  $\frac{1}{4}$  to 247 and the 251  $\frac{1}{2}$  to 252 region.

**Support** is at 241  $\frac{1}{4}$  and the 237 to 235  $\frac{1}{2}$  region.. Below that buyers should appear near 232  $\frac{1}{4}$  to 231  $\frac{1}{2}$

### Monthly Corn



### Weekly Corn



### Daily March Corn



### March Wheat

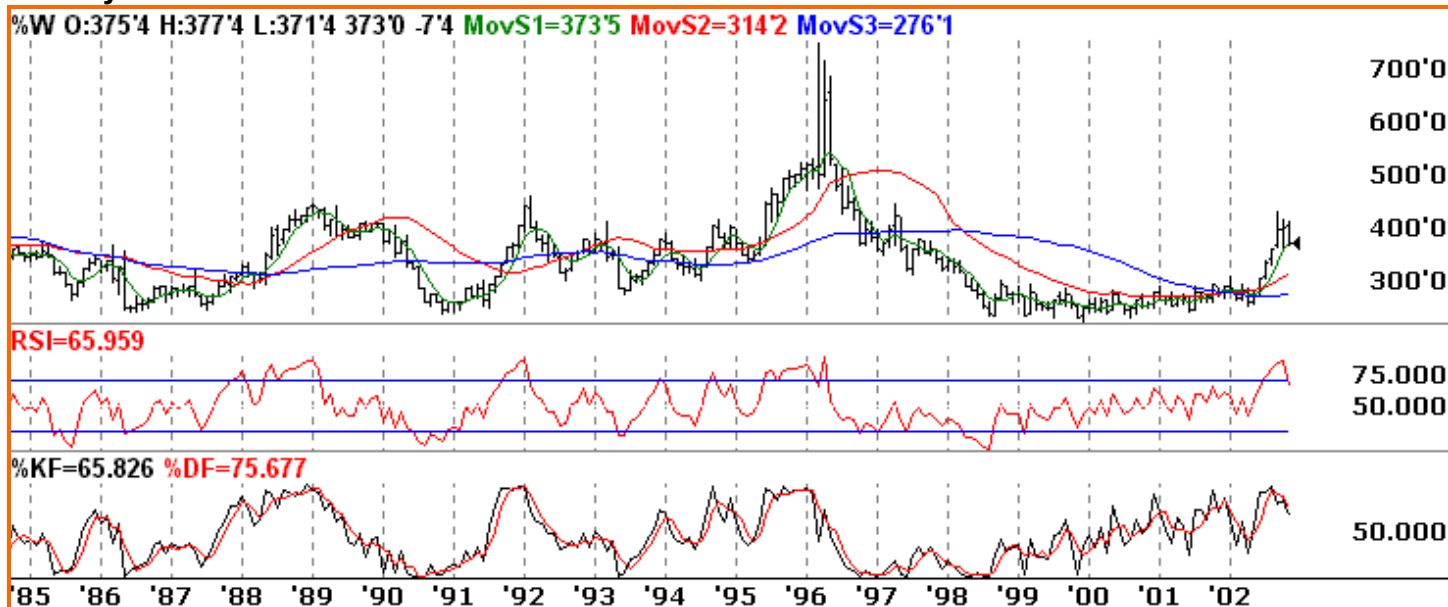
Recommended Open BW Position, Long 2 at 383

**Support** should appear at and the 374 ½ to 373 ¾ region.. below that buyers should appear near 368 ¼ to 366 ¾ and the 356 ¼ to 355 ¼ region.

**Resistance** is at 385 to 386 ½ and 390 ¾ to 392 ¾ ..A close over is friendly and augurs for a test of 398 ¼ to 399 ¼ and eventually the 404 ¾ to 405 ¾ region.. Beyond that sellers should appear near 411 to 412 and the 416 ¼ to 418 ¼ region.

Traders should go long if a close over 393 ¼ occurs.

### Monthly CBOT Wheat



### Weekly CBOT Wheat



### Daily March Wheat



# The Satisfying Softs

Liffe cocoa futures in London closed sharply higher Friday on by news that more fighting had broken out in Ivory Coast and that the region appears to be once again falling aprt at the seams .. Over the weekend it was reported that France airlifted foreign nationals out of the country and sporadic fighting was taking place Based on late Friday's London values and if nothing changes (which has about as much chance of happening as a snow fall in Miami ) N.Y March Cocoa would priced higher near the 1735 to1770 region..

## March Cocoa

Recommended Open BW Position, Long at 1753

**Support** is at 1696 to 1689 and the 1615 to 1609 region.. Below that 1576 to 1569 should contain another collapse for a bit.. Under that support is at 1535 to 1529

**Nearby Resistance** should appear near 1731 to 1738 and 1774 to 1780 , a close over is friendly and augurs for a test of the 1808 to 1822 region. Beyond that sellers should appear near 1858 to 1868 then 1909 to 1922 and the 1946 to 1953 region.

Aggressive Traders should go long if a close over 1742 occurs.

## Monthly Cocoa



## Weekly Cocoa





## Daily Cocoa Future



## March Coffee

**Recommended Open BW Position, Long 7240**

**Support** is near 7005 to 6990 and the 6925 to 6905 region .. Below that buyers should appear near 6835 to 6805 and the 6755 to 6740 region . Traders can buy at 6755 for a bounce and risk a close under 6645 for three days in a row ...Below that 6350 to 6335 should hold

**Resistance** should appear near 7075 to 7090 and the 7140 to 7170 region. Beyond that sellers should appear near 7325 to 7345 which should Cap a rally for a bit .. However a close over is friendly and augurs for a test of 7485 to 7515 and the 7760 to 7775 region..

Traders should go long if a close over 7185 occurs.

## Monthly Coffee



## Weekly Coffee



## Daily March Coffee



## March Sugar

Recommended Open BW Position, Long 730

**Support** should appear near 739 to 735 and 712 to 704. Under that support should appear near the 686 to 682 and the 661 to 656 region.

**Resistance** should appear near the 763 to 767 region. A close over is friendly and augurs for a test of the 791 to 795. Beyond that sellers should appear near 814 to 823.

## Monthly Sugar



**Weekly Sugar**



**Daily March Sugar**



### March Cotton

**Support** should appear near 4997 to 4972 and the 4930 to 4915 region.. Below that buyers should appear near 4855 to 4845 and the 4785 to 4775 region.. Traders can buy at 4935 and risk a close under 4835 for three days in a row.

**Resistance** is at 5035 to 5065 and the 5125 to 5140 region.. A close over is friendly and augurs for a test of 5200 to 5215 and the 5345 to 5355 region. Beyond that sellers should appear near the 5490 to 5505 region.

Traders should go long if a close over 5075 occurs.

### Monthly Cotton



### Weekly Cotton



**Daily Cotton Futures (front end)**



**Daily March Cotton**



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

**Happy Trading!**

**Bill**

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**Sunday, December 1<sup>st</sup>, 2002**

**11:00 AM , South Florida Beach Time**

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