

| <b>DECEMBER CORN CZ10</b>   |  |                                 | Support 1   | Resistance 1 | Fiala Fund Estimate   | 8 Yr. Record Long  |
|---|--|---------------------------------|---|--------------|-----------------------|--------------------|
| Long Term Trend<br><b>Up</b>  | Intermediate Term Trend<br><b>Down</b> | Short Term Trend<br><b>Down</b> | 398   | 411          | 166k                  | +347k              |
|   |  |                                 | Support 2   | Resistance 2 | CFTC Fund w/opt 07/27 | 8 Yr. Record Short |
|   |  |                                 | 388   | 416          | 201k                  | -129k              |
| <p>ZCZ10 ~ Daily Fri Jul 30 2010 H:407^0 L:393^0 T:406^6 +13^0 +3.30%</p>   |  |                                 | <p>Corn trade finished around 13 cents higher to bring us 11 higher for the week. The close today was over 30 cents above the weekly low, but we did not take out the high printed a few weeks ago. On the chart for next week resistance is up at the \$4.10 July December contract high and then we should expect additional buy stops above the market. The wheat rally is a bit out of control right now. The strength is pricing wheat out of feed rations which is friendly to feed grain usage. I believe this strength and possible additional upside next week is providing a good selling opportunity for farms on new crop or old crop sales, but we now have the next three new crop December contracts above \$4.30. A \$4.40-\$4.60 type range should generate good hedge selling interest.</p>   |              |                       |                    |
| <b>NOVEMBER SOYBEANS SX10</b>   |  |                                 | Support 1   | Resistance 1 | Fiala Fund Estimate   | 9 Yr. Record Long  |
| Long Term Trend<br><b>Up</b>  | Intermediate Term Trend<br><b>Up</b>   | Short Term Trend<br><b>Up</b>   | 993   | 1012         | 71k                   | +156k              |
|   |  |                                 | Support 2   | Resistance 2 | CFTC Fund w/opt 07/27 | 9 Yr. Record Short |
|   |  |                                 | 980   | 1019         | 91k                   | -56k               |
| <p>ZSX10 ~ Daily Fri Jul 30 2010 H:1007^0 L:987^4 T:1005^0 +17^0 +1.72%</p> |  |                                 | <p>Soybean trade was active and higher today with the closes 26 higher on August and 17 higher on November; a short covering upside push was made into the close. Meal finished \$3.10-\$5.50 higher and bean oil was up 55 points. August first delivery notice had no meal deliveries and 3,014 soy oil deliveries which had oil lower initially on the day. The weekly closes were 35 higher on August beans and November was up 24. August meal was up \$11 and August bean oil was 76 higher. Even though there were some big soy oil deliveries we moved above the 200-day and to a new 3-month high, and August meal traded just above the 2010 high. The beans also saw a new high for the move, a new high close and a close above \$10 on November. If we retain the strength on Monday, chart buying and short covering will likely be seen. The November \$10.35 1/2 level is next resistance which was the high printed at the beginning of the year. There is some heat in the forecasts, but I believe the strength is due to world weather concerns and it may be hard to slow down the strength next week.</p>   |              |                       |                    |
| <b>SEPTEMBER WHEAT WU10</b>   |  |                                 | Support 1   | Resistance 1 | Fiala Fund Estimate   | 9 Yr. Record Long  |
| Long Term Trend<br><b>Up</b>  | Intermediate Term Trend<br><b>Up</b>   | Short Term Trend<br><b>Up</b>   | 637   | 674          | -6k                   | +51k               |
|   |  |                                 | Support 2   | Resistance 2 | CFTC Fund w/opt 07/27 | 9 Yr. Record Short |
|   |  |                                 | 613   | 687          | 7k                    | -60k               |
| <p>ZWU10 ~ Daily Fri Jul 30 2010 H:663^0 L:625^6 T:661^4 +34^0 +5.42%</p>   |  |                                 | <p>Wheat trade continued on our upside spike with an active and firm day giving us new highs for the move for the third consecutive day. The September closes were 34 higher in Chicago, 28 higher in KC and 29 higher in Minneapolis. The weekly closes were 65 higher in Chicago, KC was up 59 and Minneapolis was up 58 cents. This afternoon the market saw about a dime profit taking set back followed by a quick dime rally due to short covering into the close. The September Chicago contract closed up nearly \$1.80 on the month and this is a \$2.20 rally now since the low printed in the first half of June. The world production concerns will continue to support trade on the break, but short covering may keep the market moving higher near term. We'll be well off the high before we really know the high has been printed. So we continue to suggest setting higher targets to hedge forward cash or futures transactions. The \$6 looked good for hedging, but now we are up at \$7.10 or higher for the next several new crop contracts. So there are margin losses that may continue to generate buying due to limited cash flow. It remains difficult to point out chart resistance levels. The market needs to believe we have priced-in the bullish news before bigger long profit taking sets in.</p> |              |                       |                    |

