

THE LAWG 647 MODEL
PRESENTS TRENDS AND REVERSALS

For week of

2018-12-02

For the past many years we have relied on our in-house long-term model to help us in identifying the long-term underlying trends, and projecting the weekly closing prices needed to reverse those trends. Like all models, ours is not perfect or always correct but we find that it provides us with valuable information and helps in formulating our trading strategy.

WORD TO THE WISE

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WELCOME TO THE WONDERFUL WORLD OF THE

LAWG647 MODEL (*THE MODEL*)

All comments are derived from the LAWG647 MODEL

SEE BELOW

COMMODITY	TREND	REVERSES ON A FRIDAY CLOSE AT OR	LAST WEEKLY CLOSE	RSI	RED ALERT STATUS? INCREASE D VOLATILITY?	RECOMMENDED COURSE OF ACTION	<u>VOLATILITY INDEX</u>
MARCH CORN	HIGHER on 11/02	<u>Below 375-></u>	<u><-377 ¾</u>	53	<u>RED ALERT</u>	Closed 7 ¼ cents higher Friday to Friday.	Negative volatility has directional upper hand.
JANUARY SOYBEANS	HIGHER on 11/09	Below 842 ¾	894 ¾	57		Closed .13 ¾ cents higher Friday to Friday.	Positive volatility has directional upper hand.
MARCH SOYBEAN MEAL	HIGHER ON 11/30	Below 29940	31320	52		Closed \$2.80 higher Friday to Friday.	Positive 171 week Neutral
MARCH WHEAT	LOWER	Above 540 ¾	5.15 ¾	57		Closed .08 ½ cents higher Friday to Friday. Unable to reverse trend look for higher levels to sell.	Greater volatility on the negative 171 week Standard Deviation
FEBRUARY CATTLE	<u>LOWER ON 11/23</u>	<u>ABOVE 12280-></u>	<u><-12050</u>	50		Closed \$.42 lower Friday to Friday.	Positive volatility favored slightly
FEBRUARY HOGS	HIGHER	Below 5197	6755	58		Closed .25 lower Friday to Friday.	Retreating from

						Remains overbought favor looking for rallies to suggest selling.	3rd Standard Deviation above the of the 171 week average positive indicator.
JANUARY FEEDERS	LOWER ON 11/09	Above 15770	14522	40		Closed \$415 lower Friday to Friday.	Negative indicator continues to lead
FEBRUARY GOLD	HIGHER	Below 120190	122600	50		Gold closed \$3.10 lower Friday to Friday.	Neutral
MARCH SILVER	LOWER	Above 15162	14217	43		Silver closed .15 cents lower Friday to Friday.	Negative volatility has upper hand
MARCH COPPER	HIGHER	Below 26310	27875	52	<u>RED ALERT</u>	Copper closed .002 cents higher Friday to Friday.	Greater volatility on the positive 171 week Standard Deviation
JANUARY CRUDE OIL	LOWER On 11/2	Above 7289	5093	<u>26</u>		Closed \$.51 higher Friday to Friday.	Remains above 2 nd Standard Deviation of the 171 week average negative indicator. I will be looking for measurable breaks to recommend buying.

DECEMBER COTTON	LOWER	Above 8104	7891	51		Closed \$ 1.69 cents higher Friday to Friday. No longer negatively overstretched.	Greater volatility on the negative 171 week Standard Deviation
MARCH COCOA	HIGHER	Below 2082	22203	50		Closed 81 points higher Friday to Friday.	Greater volatility on the negative 171 week Standard Deviation
MARCH COFFEE	HIGHER	<u>Below 10585-></u>	<u><-10755</u>	37		Traded \$3.40 cents lower Friday to Friday.	Greater volatility on the negative 171 week Standard Deviation
MARCH SUGAR	HIGHER	Below 1120	1284	51		Closed 37 points higher Friday to Friday.	171 week Positive volatility has upper hand
MARCH 30 YEAR BONDS	<u>HIGHER</u> <u>11/30</u>	Below 13602	13929	66		Closed 17 points higher Friday to Friday.	
DECEMBER E-MINI S&P'S	LOWER	Above 2919	2758.25	54		Closed 128.75 higher Friday to Friday.	Greater volatility on the negative 171 week Standard Deviation
DEC U.S. \$ INDEX	HIGHER	Below 94737	97196	59		Closed .371 points higher Friday to Friday	171 week Positive volatility has upper hand

DEC CANADIAN \$	LOWER	Above 77505	75265	40		Closed 51.0 points lower Friday to Friday	Greater volatility on the negative 171 week Standard Deviation
DEC AUSSIE \$	HIGHER ON 11/09	Below 7227	7305	58	<u>RED ALERT</u>	Closed 70 points higher Friday to Friday.	Greater volatility on the positive 171 week Standard Deviation