

THE LAWG 647 MODEL
PRESENTS TRENDS AND REVERSALS

For week of

2019-09-16

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? INCREASED VOLATILITY?	RECOMMENDED COURSE OF ACTION
DEC CORN	LOWER 08/02	Above 435 $\frac{3}{4}$	370 $\frac{3}{4}$	47		Closed 2 cents higher Friday to Friday. The 213 week negative indicator is still re-establishing equilibrium. Look for short term levels to buy.
NOV SOYBEANS	HIGHER 09/13	Below 829 $\frac{1}{4}$	882 $\frac{3}{4}$	51		Closed 16 cents lower Friday to Friday Both indicators are within the first standard deviation of the 213 week average, with both indicators below the 213 week average. Look for levels to buy.
DEC SOYBEAN MEAL	LOWER 08/02	Above 31750	29500	44		Closed \$6.50 lower Friday to Friday. Both indicators are within the first standard deviation of the 213 week average. The positive indicator is below the 213 week average, and the negative indicator above the 213 average.
DEC WHEAT	LOWER 08/09	Above 513 $\frac{1}{2}$	484 $\frac{1}{4}$	52		Closed $\frac{3}{4}$ cents higher for the week. Both Positive and Negative indicators are within the first standard deviation, and below the 213 week average. Close to fully back to equilibrium look for rallies to sell.

DEC CATTLE	LOWER 8/16	Above 11317	10515	50		Closed \$.77 higher for the week. The 213 week negative indicator is still re-establishing equilibrium.	
DEC HOGS	LOWER 05/24	Above 7675	6625	51		Closed \$2.45 lower Friday to Friday. Both indicators are within the first standard deviation of the 213 week average and rebalanced from being negatively overstretched. Look for levels to sell.	
OCTOBER FEEDERS	LOWER 5/03	Above 14022	13702	51		Closed \$3.00 higher Friday to Friday. Both Positive and Negative indicators are within the first standard deviations. The negative indicator is below while the positive indicator is above the 213 week average.	
DECEMBER GOLD	HIGHER 06/07	Below 143940	151510	52		Closed \$15.60 higher Friday to Friday. Both the positive and negative indicators are within the first standard deviation and below the 213 week average. Equilibrium is re-established look for values to buy.	
SEPTEMBER SILVER	HIGHER 06/21	Below 16315	17849	50		Closed 28 cents higher Friday to Friday. Both the positive and negative indicators are within the first standard deviation. Not yet back to equilibrium, look for values to sell.	
SEPTEMBER COPPER	LOWER 5/10	Above 27595	26065	48		Closed .093 lower Friday to Friday. Both the positive and negative indicators are within the first standard deviation	

						and below the 213 week average. Rebalanced to for values to sell.	
<u>DECEMBER CRUDE OIL</u>	<u>LOWER 05/24</u>	<u>Above 5583-></u>	<u><-5784</u>	47		<u>SEE VALUES TO THE LEFT!</u> <u>Note that Fridays' close is several dollars above value needed on 9/27 to reverse the trend.</u> Closed \$3.25 higher Friday to Friday. Both Positive and Negative indicators are within the first standard deviations and below the 213 week average. Pick your poison, I suggest front running Friday confirmation and look for values to buy.	
DEC COTTON	LOWER 5-10	Above 6307	6052	52		Closed \$1.76 lower Friday to Friday. Both Positive and Negative indicators are within the first standard deviation, and below the 213 week average. Close to fully back to equilibrium look for rallies to sell.	
DECEMBER COCOA	LOWER 8/2	<u>Above 2499-></u>	<u><-2473</u>	59	<u>RED ALERT</u>	Closed 136 points higher Friday to Friday. Both the positive and negative indicators are within the first standard deviation of the 213 week average. See highlighted values to the left. By definition Cocoa well past rebalanced. Pick your poison I will look for values to sell early in the week.	
DEC COFFEE	LOWER 05/31	Above 11115	9840	46		Closed 435 lower Friday to Friday. Both the positive and negative indicators are within the first standard deviation of the 213 week average. I	

						will be looking for rallies to sell.	
OCT SUGAR	LOWER 05-03	<u>Above 1262-></u>	<u><-1200</u>	43		Closed 13 points higher Friday to Friday. Both indicators are with the first standard deviation of the 213 week average with both indicators below the 213 week average. Sugar is rebalancing from lows three week ago. Look for short term values to buy.	
SEPT 30 YEAR BONDS	HIGHER 03-22	Below 15400	16028	48		Closed 104 points higher for the week. Indicators back in balance look for values to buy.	
SEPT E-MINI S&P'S	HIGHER 09-06	Below 286475	298950	56		Closed 19 points lower Friday to Friday. Both indicators are with the first standard deviation of the 213 week average with both indicators below the 213 week average. By definition in uptrend buy predictive averages extremely flat.	
DECEMBER U.S. \$ INDEX	HIGHER 7/26	Below 97372	98136	56	<u>RED ALERT</u>	Closed .306 points higher Friday to Friday. Both the positive and negative indicators are within the first standard deviation and below the 213 week average. Look for levels to buy dips.	
DECEMBER CANADIAN \$	LOWER 08/16	Above .76715	.75395	46		Closed 2 points higher Friday to Friday. Both Positive and Negative indicators are within the first	

						standard deviations and below the 213 week average.	