

THE LAWG 647 MODEL

PRESENTS TRENDS AND REVERSALS

For week of

2020-04-26

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

Past performance is not indicative of future results. The information contained in this report is intended for informational purposes only and is the opinion of the writer and may change at any time. This information was compiled from sources believed to be reliable but accuracy cannot be and is not guaranteed. There is no warranty, expressed or implied, in regards to this information for any particular purpose. There is **SIGNIFICANT RISK** involved in trading futures and or options on futures and may not be suitable for all investors. Investors should consider these **RISKS** and evaluate their suitability based on their financial conditions. No one should ever consider trading futures or options on futures with anything other than **RISK CAPITAL**. This information is provided freely and is **NOT** in the capacity of a trading advisor. **NO LIABILITY** on the part of the author exists for any trading loss you may incur in the use of this information. Information provided is not to be construed as an offer to sell or solicitation to buy any commodity or security named herein.

WELCOME TO THE WONDERFUL WORLD OF THE LAWG647 MODEL (*THE MODEL*)

All comments are derived from the LAWG647 MODEL

Please note those commodities displaying the *. Those commodities in normal times are way beyond the overstretched point of Positive Equivalency which are usually strong counter trend buy signals. BUT HOW

ABNORMAL ARE THESE TIMES? If you chose to counter trend trade any of the * commodities I strongly urge you to be aware of the risk and have a risk management plan in place in advance.

SEE BELOW

COMMODITY	TREND	REVERSES ON A FRIDAY CLOSE AT OR	LAST WEEKLY CLOSE	RSI	RED ALERT STATUS? INCREASED VOLATILITY?	RECOMMENDED COURSE OF ACTION
JULY CORN	LOWER 02/21	Above 383 ½	323	33		Closed 6 ¼ lower Friday to Friday. Negative indicator remains above the second standard deviation of the long term average. <u>BE PATIENT AND LOOK FOR LOWER VALUES TO BUY.</u>
JULY SOYBEANS	LOWER 11/22	Above 909 ¾	839 ½	36		Closed 2 ¾ cents lower for the week. Negative indicator is above the first standard deviation of the long term average. <u>LOOK FOR HIGHER VALUES TO SELL.</u>
JULY SOYBEAN MEAL	LOWER 04/10	Above 31360	29260	37		Closed .50 lower Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>LOOK FOR RALLIES TO SELL.</u>
JULY WHEAT	HIGHER 4/10	<u>Below 537 ¾-></u>	<u><-530 ½</u>	43	<u>RED ALERT</u>	Closed 3 ¼ cents lower for the week. Both the indicators are within the first standard deviation long term average. <u>NOTE THE HIGHLIGHTED COLUMNS TO THE LEFT.</u>

*JUNE CATTLE	LOWER 01/24	Above 11027	8262	39		<u>CLOSED 367 POINTS HIGHER FRIDAY TO FRIDAY. BOTH INDICATORS ARE ABOVE THE SECOND STANDARD DEVIATION OF THE LONG TERM AVERAGE. LOOK FOR LEVELS TO COUNTER TREND BUY. YOUR CALL USE RISK MANAGEMENT.</u>	
*JUNE HOGS	LOWER	Above 8185	5152	43		Closed 7.80 higher Friday to Friday. Both the indicators are above second standard deviation long term average. <u>LOOK FOR LEVELS TO COUNTER TREND BUY. YOUR CALL USE RISK MANAGEMENT.</u>	
AUG FEEDERS	LOWER 01/24	Above 14967	12840	48		Closed 9.12 higher Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>LOOK FOR LEVELS TO COUNTER TREND BUY. YOUR CALL USE RISK MANAGEMENT.</u>	
JUNE GOLD	HIGHER 04/10	Below 165460	173560	58		Closed \$36.80 lower Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>Look for levels to get long.</u>	
MAY SILVER	LOWER 03/06	Above 18613	15263	50		Closed \$.032 lower Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>Silver is not yet rebalanced will look for values to sell.</u>	

MAY COPPER	LOWER 01/24	Above 26160	23370	54		Closed .0075 cents higher Friday to Friday. Both the indicators are within the first standard deviation long term average. Copper is attempting to rebalance. <u>Will wait for higher levels to sell.</u>
*JUNE CRUDE OIL <i>This market is a holy crapper.</i>	LOWER 01/26	Above 5354	1694	34		Closed \$1.43 lower Friday to Friday. <u>The Positive and Negative indicators remain in Dynamic Separation. Under normal times this would be a strong indicator to get long.</u>
JULY COTTON	LOWER 02/28	Above 6984	5563	53		Closed \$277 higher Friday to Friday. <u>THE NEGATIVE INDICATOR IS NOW WITHIN THE FIRST STANDARD DEVIATION OF THE LONG TERM AVERAGE. THE POSITIVE INDICATOR IS ABOVE THE FIRST STRANDARD DEVIATION OF THE LONG TERM AVERAGE. LOOK FOR LEVELS TO COUNTER TREND BUY? YOUR CALL USE RISK MANAGEMENT.</u>
JULY COCOA	LOWER 01/10	Above 2853	2323	47		Closed 45 points lower Friday to Friday. Both the indicators are within the first standard deviation long term average. Look for dips to buy until Cocoa is rebalanced.

<u>*JULY COFFEE</u>	<u>LOWER 04/24</u>	Above 14765	10675	36		Closed \$10.80 lower Friday to Friday. <u>THE NEGATIVE INDICATOR IS FOUR STANDARD DEVIATIONS ABOVE THE LONG TERM AVERAGE. BE PATIENT LOOKING FOR VALUES TO BUY. YOUR CALL USE RISK MANAGEMENT.</u>
*JULY SUGAR	LOWER 03/06	Above 1492	981	<u>27</u>		Closed 72 points lower Friday to Friday. <u>NEGATIVE INDICATOR IS FIVE STANDARD DEVIATIONS ABOVE THE LONG TERM AVERAGE. LOOK FOR LEVELS TO COUNTER TREND BUY? YOUR CALL USE RISK MANAGEMENT.</u>
MARCH 30 YEAR BONDS	HIGHER 01/17	Below 16114	17928	55		Closed 33 points higher for the week. <u>THE POSITIVE INDICATOR IS ABOVE THE FIRST STANDARD DEVIATION OF THE LONG TERM AVERAGE. If willing to take risk look for levels to sell.</u>
JUNE E-MINI S&P'S	LOWER 2/28	Above 333390	282950	55		Closed 40.5 points lower Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>Trying to re-balance, will look for dips to get long.</u>
MARCH U.S. \$ INDEX	HIGHER	Below 9881	100434	55		Closed .598 points higher Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>Look for values to buy</u>

MARCH CANADIAN \$	LOWER 02/07	Above .75705	.7092	46		Closed 42 points lower Friday to Friday. Both the indicators are within the first standard deviation long term average. <u>Will look for rallies to sell.</u>	