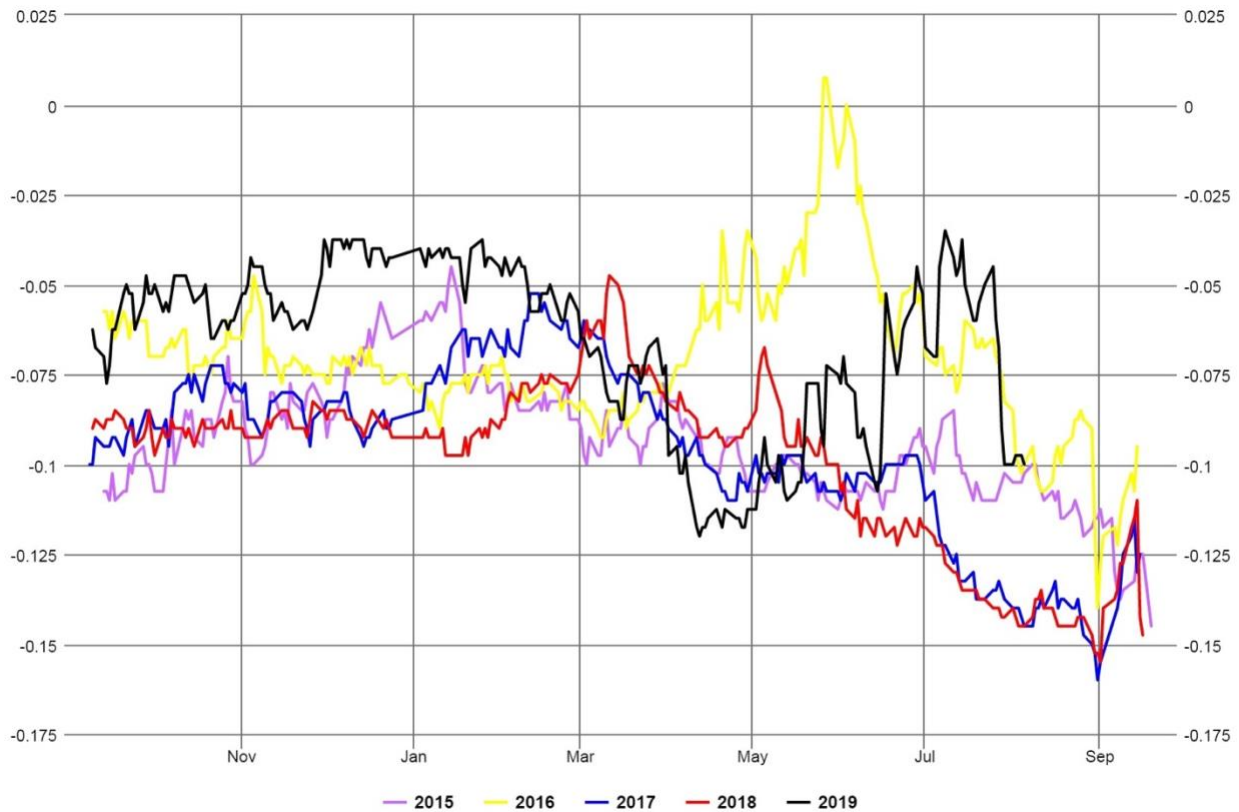


The goal of this example is to provide our readers with some important fundamental and technical trends in commodity markets.

August 5, 2019 | by Joel Fingerman, Ph.D.

## Grains

The corn "old crop new crop" calendar spread is, in this case, the September Corn - December Corn futures calendar spread. Chart 1 (black line) shows the current Sep-Dec calendar spread between September 2019 and December 2019 to be at -10 cents, meaning the December contract settled at 10 cents greater than the September contract. It has dropped from a high of -4.5 cents. In the last four years the spread have continued to decrease through August into September. So a trader would consider a short position by selling the September contract and buying the December contract.



Regards,

The Fundamental Analytics Team