

Miller on the Market

Pete and Repeat...

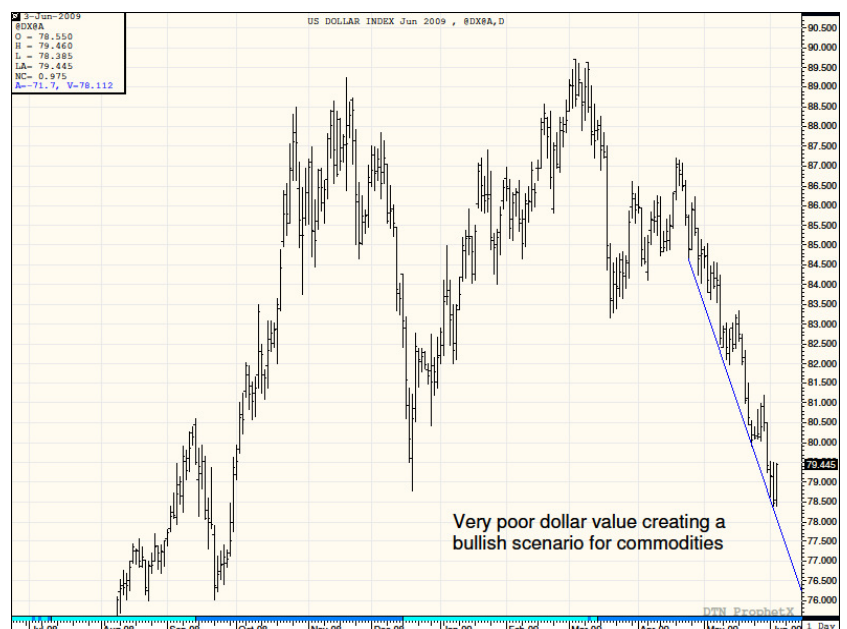
Once again we need to talk about 2008. Don't tell me you don't remember what the grain market was doing in 2008. Well, it feels to me like we may be running into somewhat of a repeat of last year for several reasons. First of all and the most obvious is the fact that we are on an uptrend that is toppling the highs from January.



Second, open interest is becoming inflated which tells us that the funds are going long the corn market. With recent concerns of a decline in stocks this year in soybeans, and even more recently corn, the funds have seen an opportunity to buy into an uptrending market.

Third, the US dollar has lost value and is at lows not seen since late last September.

Lastly, nobody has forgotten about last year. Everyone recalls what corn and bean prices could be if they stay long in the market long enough. I won't say we will see \$7.00 corn again but be prepared for another wild ride.



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