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**CRUDE OIL:** Our July/June Crude Oil Bear Spread (CLN/CLM) sold off for us yesterday and again is finding support in the 65 cent area. We are short from \$1.00 and it has been difficult for the spread to break through to the next leg lower. I still like bear spreading crude, but I feel that the next move will most likely be up on the inevitable flair up in the Russia/Ukraine region. I think the best way to trade this is to exit here at 65 cents, make 35 cents per spread (\$350), and then wait for the next rally to sell it again. It can be the June/July spread, or it could be something a little farther out like August/December.

Long term I like the bear spreads in crude, but this is trading and sometimes you just have to take what the market is giving you and look to get in again at better prices.

**EXIT: Buy June & Sell July Crude Oil at 65 cents or better (premium to June Buy Side). Short from \$1.00. Looking to exit with a 35 cent profit.**

### July/June Crude Oil Spread (CLN/CLM)



**SOYBEANS:** Rumors continue impact the soybean trade and no one really knows for certain about Chinese soybean importers and their Letter of Credit woes. South American beans have been firming as is the US cash market. While some beans are imported to the US, they are going to coastal crushers, and where the beans are needed most is in the Eastern corn belt. I would expect soybeans to continue to chop until the market has a handle on the China situation and we see how planting starts.

I have liked July/Nov Soybeans (SN/SX) to go to \$3.00 but the spread is facing selling pressure of late due to the Chinese letter of credit issues and reports of US bean imports from South America. I will be keeping a close eye on the \$2.35 level for support.

We are also long the SX14/SX15 bull spread, and if we close below 35'0 cents we will have to reevaluate this trade. We are long from 39'0. If the soybean market rolls over then I would rather get out with a small loss and just move on.

### SN14/SX14 (July/Nov) Soybean Spread:



**SX14/SX15 (Nov14/Nov15) Soybean Spread:**





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