
Commodities are struggling...

1 message

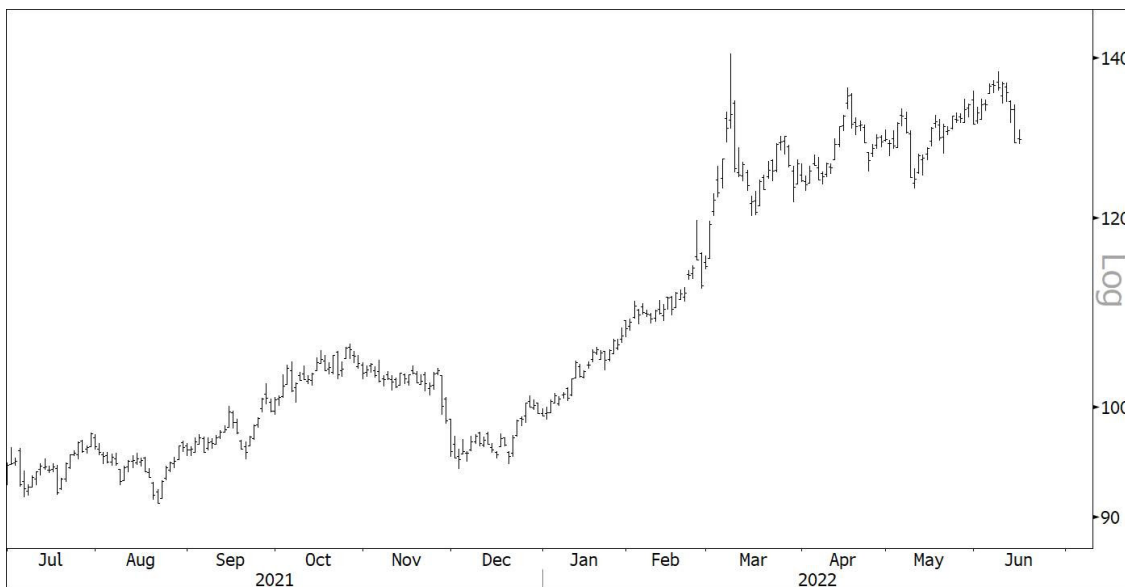
Wed, Jun 15, 2022 at 9:36 PM

Worth Charting

Commodities, in aggregate, are struggling, as all will know, with the March 8th spike high in the Bloomberg Commodity Index still uneclipsed more than three months later. Currently down 7.9% from the March 8th high, our work suggests there's more downside ahead...

Identical 12-Month Bloomberg Commodity Index chart 1 of 2:

No "lines or arrows" drawn/ no judgments rendered.



Identical 12-Month Bloomberg Commodity Index chart 2 of 2:

A slight break in trend (the steep 6-month uptrend in effect since late December during which time the Index has risen 50%).



Identical 3-Year Bloomberg Commodity Index chart 1 of 4:

Same annotations, but on the 3-year chart.



Identical 3-Year Bloomberg Commodity Index chart 2 of 4:

The spike high in early March (war-related) represented a blow-off of sorts and surge up and out the well-defined 3-year channel in which commodities had been ascending.

We're back to down to the upper band of the channel, with our thinking being that we sink lower still.



Identical 3-Year Bloomberg Commodity Index chart 3 of 4:

How much lower? Well, the middle of channel is a reasonable level to anticipate, by our work.



Identical 3-Year Bloomberg Commodity Index chart 4 of 4:

The two preceding charts, combined.



Bloomberg Commodity Index (BCOM):

Ticker	Name	Expiration	Exchange	Weight (%)	Settlement Price
NGU22	NATURAL GAS FUTR	SEP 22	New York Mercantile Exchange	12.88	7.37
GCQ2	GOLD 100 OZ FUTR	AUG 22	Commodity Exchange, Inc.	12.30	1,819.60
CLU2	WTI CRUDE FUTURE	SEP 22	New York Mercantile Exchange	9.10	110.75
COU2	BRENT CRUDE FUTR	SEP 22	ICE Futures Europe Commoditi...	7.91	115.47
C U2	CORN FUTURE	SEP 22	Chicago Board of Trade	5.44	729
S X2	SOYBEAN FUTURE	NOV 22	Chicago Board of Trade	5.13	1523 ¹ / ₂
HGU2	COPPER FUTURE	SEP 22	Commodity Exchange, Inc.	4.18	418.25
QSU2	Low Su Gasoil G	SEP 22	ICE Futures Europe Commoditi...	3.79	1,250.00
SIU2	SILVER FUTURE	SEP 22	Commodity Exchange, Inc.	3.71	21.50
W U2	WHEAT FUTURE(CBT)	SEP 22	Chicago Board of Trade	3.27	1063 ¹ / ₂
BOZ2	SOYBEAN OIL FUTR	DEC 22	Chicago Board of Trade	3.22	74.07
LAU22	LME PRI ALUM FUTR	SEP 22	London Metal Exchange	3.04	2,591.50
HOU2	NY Harb ULSD Fut	SEP 22	New York Mercantile Exchange	2.90	428.56
LCQ2	LIVE CATTLE FUTR	AUG 22	Chicago Mercantile Exchange	2.88	136.80
LNU2	LME NICKEL FUTURE	SEP 22	London Metal Exchange	2.77	25,854.00
XBU2	GASOLINE RBOB FUT	SEP 22	New York Mercantile Exchange	2.74	361.78
SMZ2	SOYBEAN MEAL FUTR	DEC 22	Chicago Board of Trade	2.70	391.50
LXU2	LME ZINC FUTURE	SEP 22	London Metal Exchange	2.57	3,641.50
SBV2	SUGAR #11 (WORLD)	OCT 22	ICE Futures US Softs	2.30	18.57
KCU2	COFFEE 'C' FUTURE	SEP 22	ICE Futures US Softs	2.17	228.50
KWU2	KC HRW WHEAT FUT	SEP 22	Chicago Board of Trade	1.99	1140 ¹ / ₄
LHQ2	LEAN HOGS FUTURE	AUG 22	Chicago Mercantile Exchange	1.78	104.33
CTZ2	COTTON NO.2 FUTR	DEC 22	ICE Futures US Softs	1.25	117.92

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