



Daily Futures Market Commentary

Financial Forecast

Alan Bush

March 6, 2019

STOCK INDEX FUTURES

Stock index futures are lower after the Organization for Economic Co-Operation and Development lowered forecasts again for the global economy in 2019 and 2020, following previous downgrades in November.

The OECD forecast the world economy would grow 3.3% in 2019 and 3.4% in 2020. Those forecasts represent cuts of 0.2 percentage points for 2019 and 0.1 percentage points for 2020, compared to the OECD's last series of forecasts in November.

The February Automatic Data Processing employment change report showed an increase of 183,000, which compares to expectations of a gain of 185,000.

Stock index futures have been performing better than the news would suggest since late December.

CURRENCY FUTURES

The U.S. dollar firmed as investors search for higher yields, as foreign major central banks have turned more cautious about increasing interest rates.

The greenback is higher in spite of a widening trade gap in December. The international trade deficit in goods and services increased 19% in December from the prior month.

The European Central Bank will hold its regularly scheduled policy meeting tomorrow. It is anticipated that ECB President Mario Draghi will deliver dovish commentary.

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Daily Futures Market Commentary

Financial Forecast

Traders believe the ECB will signal a delay in raising interest rates until 2020.

My personal belief is that the central bank of the euro zone will not be able to hike rates next year.

The Canadian dollar is lower after a report showed Canadian labor productivity declined 0.4% in the fourth quarter after two consecutive quarterly gains. Market expectations were for a 0.3% decrease.

INTEREST RATE MARKET FUTURES

Federal Reserve speakers today are Cleveland Federal Reserve Bank President Loretta Mester at 11:00 and New York Federal Reserve Bank President John Williams at 11:10.

At 1:00 the Federal Reserve will release its “Beige Book” on the state of the economy. This book is produced approximately two weeks before the monetary policy meetings of the Federal Open Market Committee. The next FOMC meeting is scheduled for March 19-20.

Financial futures markets are predicting a 94% probability that the fed funds rate will remain unchanged at the current level of 2.25%-2.50% this year. There is a 5% chance for a 25 basis point increase and there is a 1% probability of a decline in 2019.

The thirty year Treasury bond futures recently tested the bottom of a broad trading range that started in the first week in January.

A U.S.-China trade agreement, or strong hint of one, would be a catalyst to take futures lower.

SUPPORT AND RESISTANCE

March 19 S&P 500

Support 2781.00 Resistance 2801.00

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. (“ADMIS”) and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report .Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Financial Forecast

March 19 U.S. Dollar Index

Support 96.650 Resistance 96.980

March 19 Euro Currency

Support 1.12920 Resistance 1.13360

March 19 Japanese Yen

Support .89350 Resistance .89630

March 19 Canadian Dollar

Support .7462 Resistance .75010

March 19 Australian Dollar

Support .7020 Resistance .7097

June 19 Thirty Year Treasury Bonds

Support 144⁴ Resistance 144²⁶

April 19 Gold

Support 1283.0 Resistance 1296.0

May 19 Copper

Support 2.9200 Resistance 2.9600

April 19 Crude Oil

Support 55.69 Resistance 56.57

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report .Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Financial Forecast

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report .Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Financial Forecast

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report .Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Daily Futures Market Commentary

Financial Forecast

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report .Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Financial Forecast

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT Archer Daniels Midland Company. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report .Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.