“ENERGY” FLOW
WITHIN A CLOSED SYSTEM
“ENERGY” FLOW INTO A CLOSED SYSTEM
"ENERGY" FLOW
INTO AND THROUGH AN OPEN SYSTEM
"ENERGY" FLOW
WITHIN THE MARKETPLACE

"VALUE"

"VALUE"
If there was one thing I could know about 2007, that the marketplace can tell me today, what would I find most useful?
If there was one thing I could know about 2007, that the marketplace can tell me today, what would I find most useful?

Is it the weather?
If there was one thing I could know about 2007, that the marketplace can tell me *today*, what would I find most useful?

- Is it the weather?
- Is it the total production for 2007?
If there was one thing I could know about 2007, *that the marketplace can tell me today*, what would I find most useful?

- Is it the weather?
- Is it the total production for 2007?
- Is it war/terrorism?
If there was one thing I could know about 2007, that the marketplace can tell me today, what would I find most useful?

Is it the weather?
Is it the total production for 2007?
Is it war/terrorism?
Is it China or South America?
Is it Ethanol growth?
If there was one thing I could know about 2007, that the marketplace can tell me today, what would I find most useful?

Is it the weather?

Is it the total production for 2007?

Is it war/terrorism?

Is it China or South America?

Is it Ethanol growth?

It’s the outlook for the U.S. dollar!
U.S. DOLLAR INDEX
MONTHLY

68- to 72-MONTH
TURNS

13500 13000 12500 12000 11500 11000 10500 10000 9500 9000 8500 8000 7500 7000 6500

Month

'89 '91 '93 '95 '97 '99 '01 '03 '05 '07

69 70 71

ip dxm cycle
CRB INDEX
MONTHLY

3- TO 3.5-YEAR CYCLE
GSC INDEX
MONTHLY

3- TO 3.5-YEAR CYCLE
COMMODITY (and WHOLESALE) PRICES

“QUALIFYING” K-WAVE LOWS

“QUALIFYING” K-WAVE HIGHS

1800  1850  1900  1950  2000
S&P 500
MONTHLY

20-YEAR CYCLE
T-BONDS
MONTHLY

72-MONTH TURNS
DECEMBER CORN
MONTHLY

5.5-YEAR CYCLE
DECEMBER OATS
WEEKLY

34-WEEK CYCLE
DECEMBER 2005 CORN
WEEKLY
DECEMBER SOYBEAN MEAL
WEEKLY

47-WEEK CYCLE
HOGS
MONTHLY

72-MONTH TURNS

72-MONTH TURNS