



© 2015 I Am in Wall Street Ltd

Registered in England – No. 9440096

Director: Daniele Prandelli

W: www.iaminwallstreet.com

E: info@iaminwallstreet.com

2018 Live Cattle Forecast Study

By Daniele Prandelli

DISCLAIMER

It should not be assumed that the methods, techniques, strategies or indicators presented in these e-mail, book, website or Blog will be profitable or that they will not result in losses. There is no assurance that the strategies and methods presented in this e-mail, book, website or Blog will be successful for you. Past results are not necessarily indicative of future performance. The examples presented in this e-mail, book, website or Blog are for educational purposes only. The data used is believed to be from reliable sources but cannot be guaranteed. The methods presented are not solicitations of any order to buy or sell. The author, publisher, and all affiliates assume no responsibility for your trading results, and will not be liable for any loss, damage or liability directly or indirectly caused by the usage of this material. There is considerable risk of loss in Futures, Stock and Options trading. You should only use risk capital in all such endeavors.

INTRODUCTION

As we do in every Bulletin, we are going to look at the forecast of the last years, to better understand how the model works and what to expect from it!

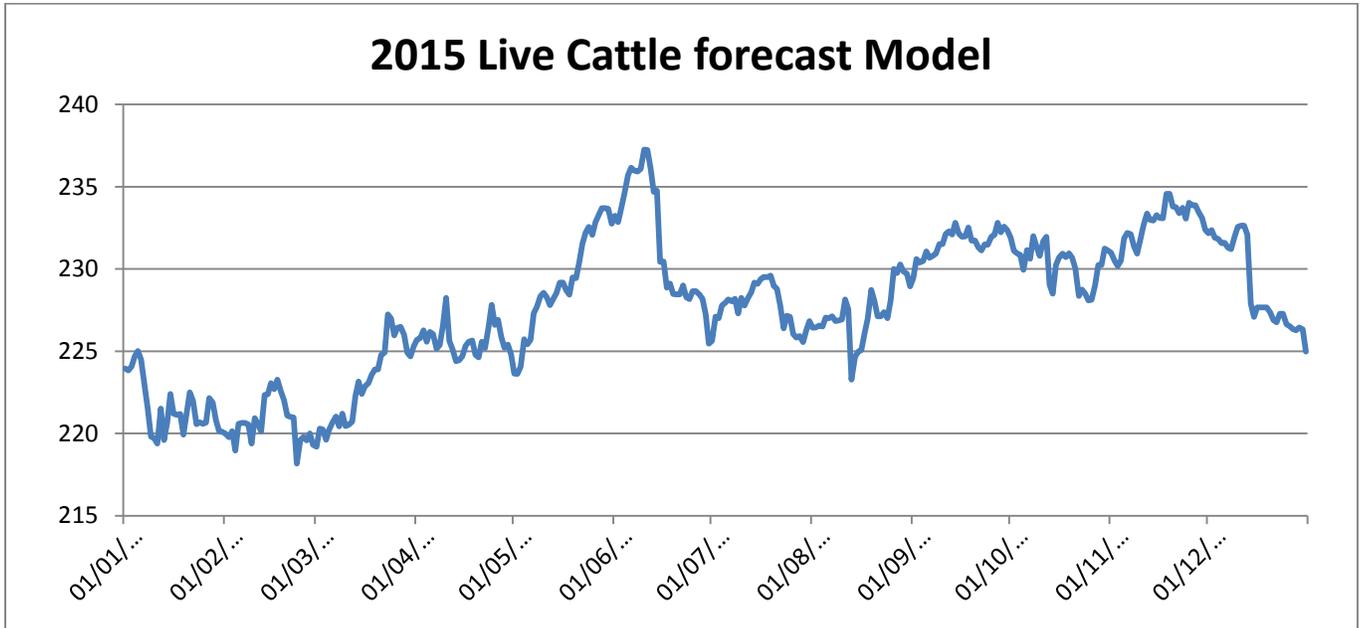
First, we look at the forecast model for the 2015: we see how it was good in the first 7 months, hitting perfectly the Low and the Top, and the price map hit also perfectly the High of June.

About the forecast, you will see that sometimes the model misses the main trend, but often it is able to find the right time window for the change in trend, and this is very important for our system. With the confirmation of the price we can follow important trends with always an intelligent stop. Remember we use this model to follow a trend, not to do little trades, this is important because the main strategy will be built on making big profits when the forecast is right and little losses when the forecast is wrong. If we use our work to create little profits, we screw up the main purpose of this study.

Let's start...

2015 Live Cattle Forecast VS Market

2015 Live Cattle Forecast:



2015 Live Cattle, February '16 Contract:



LIVE CATTLE FORECAST & STRATEGY STUDY

This one above is the 2015 Live Cattle Market using the February 2016 Future Contract. You see, the first 7 months were perfect, it suggested buying around the 23rd of February, followed by an up push until the 11th of June.

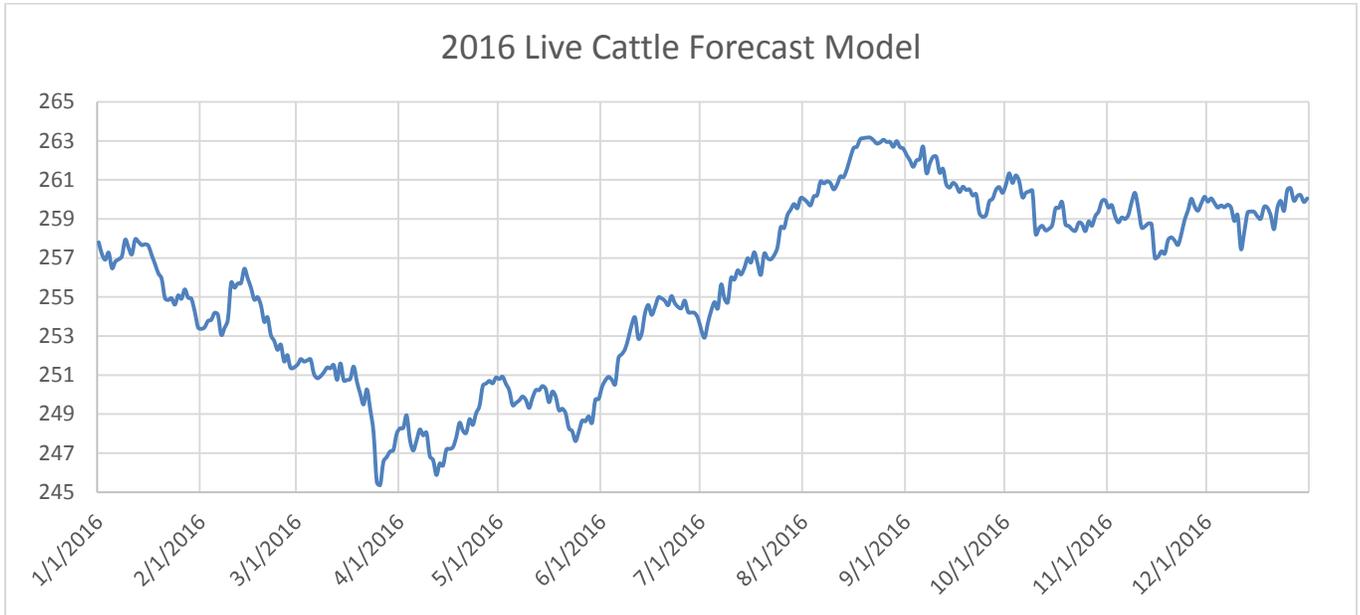
On the 11th of June it touched perfectly the Key Price as well, and it was possible to close the position perfectly at the High and SHORT Live Cattle following the suggested trend.

On the 13th of August the forecast model suggests to close the position and buy, but we see this was not a good forecast. Remember we always use the Key Price to plan and protect our trades.

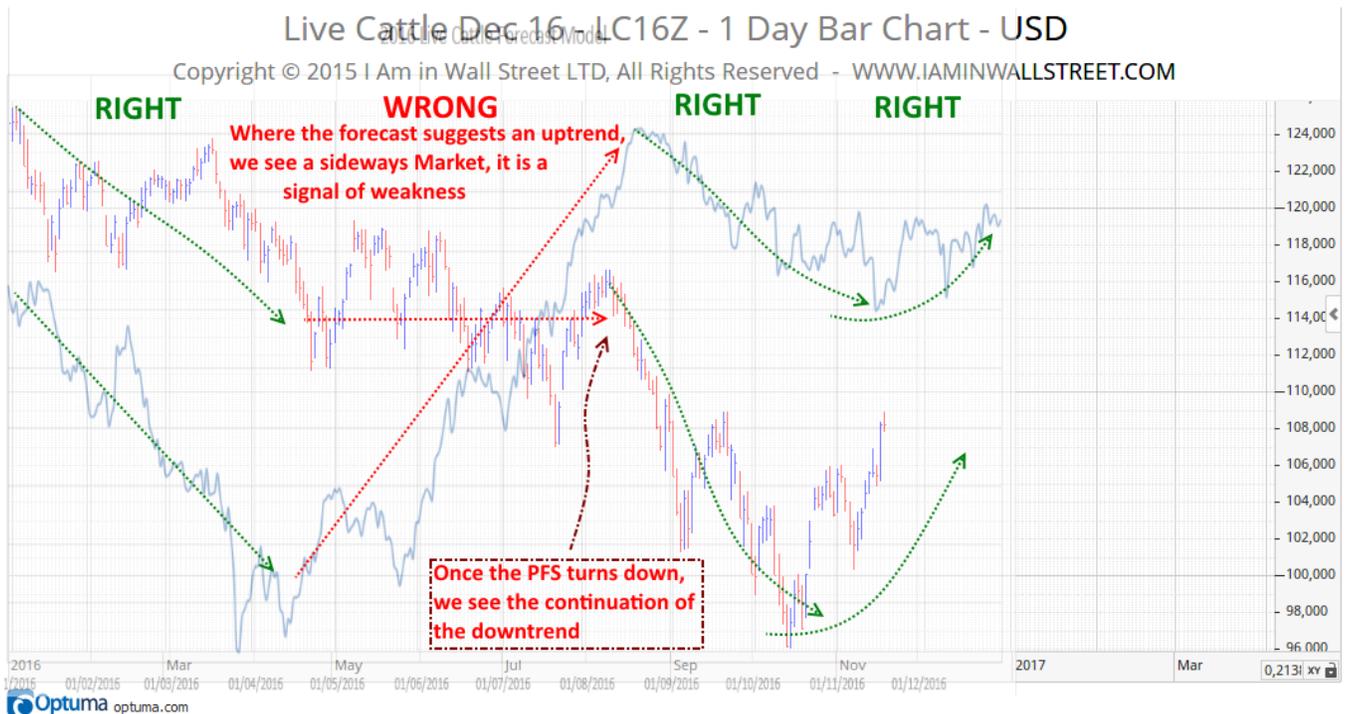
Also the last months of the year were not good in terms of forecast, but the Key Price was going to help us to trade Live Cattle anyway. It is not easy for me to show you every possible trade because I should use the Spot Chart for the price map and every Future representing the Spot Market for the forecast. We will go through it during 2018, and this is why I send updates over the year.

2016 Live Cattle Forecast VS Market

Now let's see the forecast for the 2016 Live Cattle:



The chart explains everything:



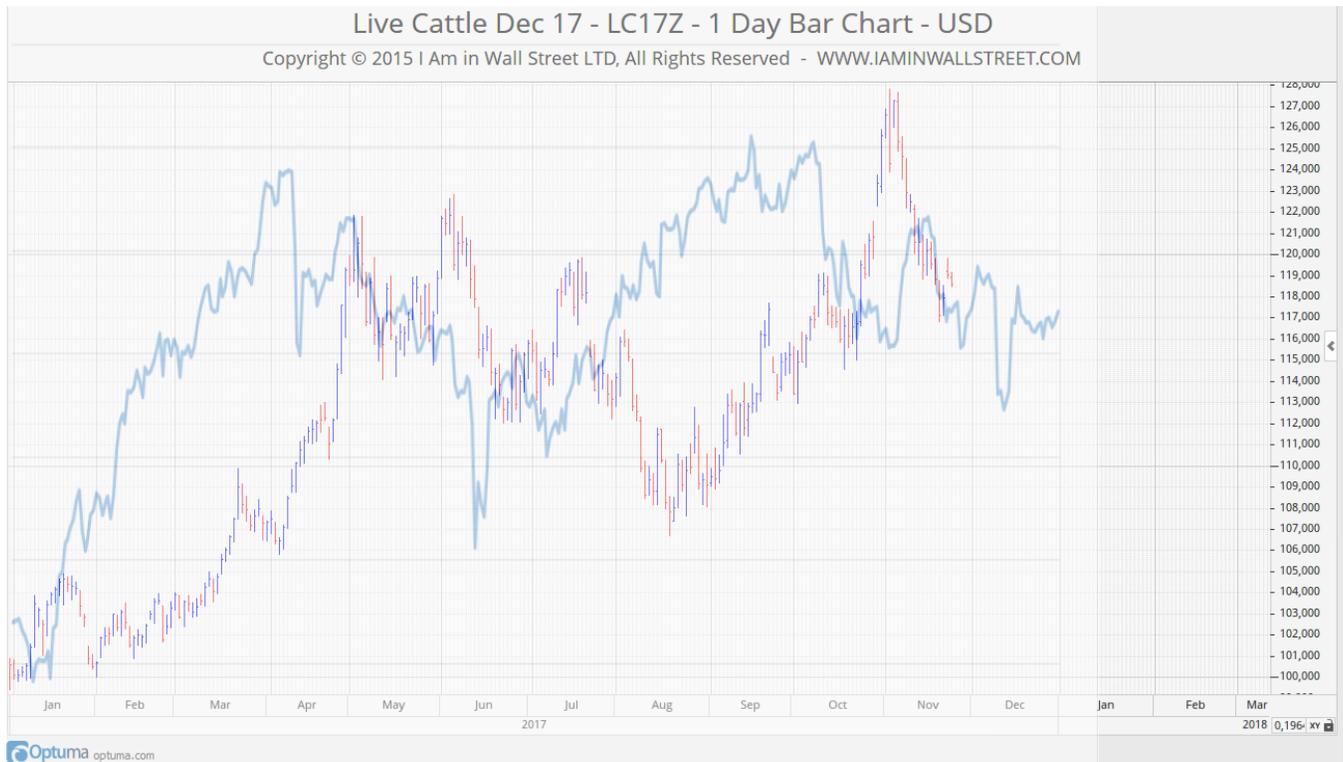
In the last chart you can see the Forecast in blue and the real Market with daily bars. The forecast was good in forecasting the negative period between January and April; from April to July the Forecast suggests an uptrend, but we do not see it in the chart, and the Market remains quite negative/sideway. In this situation we could see how Live Cattle was in a weak position, because it reacted always during descents but not when the Forecast had a positive energy. This is evident when, starting from August, the Forecast turned down again, and immediately Live Cattle started pushing lower toward new Lows; **in November 2016, the forecast turns up again, and we started buying around area 101; the December Contract closed at 108 on the Notice Day, great profit.**

In my opinion the 2016 has not been a bad year, we had troubles only in April-July, and even if we didn't see the uptrend, Live Cattle moved mainly sideways anyway. We can definitely say the forecast was good for most of the year.

In June 2016, we started keeping the Record of our Trades, as we do for every Market included in our [Daily Report Service](#). Even if the last year was not good in terms of forecast, we were able to protect the position and not having a final loss. **Let me tell you that the 2017 has not been an easy year at all!** We did not make profits, but at least we protected the capital during an unfavourable year. We found an error in our calculus, and it has been fixed now, for the 2018.

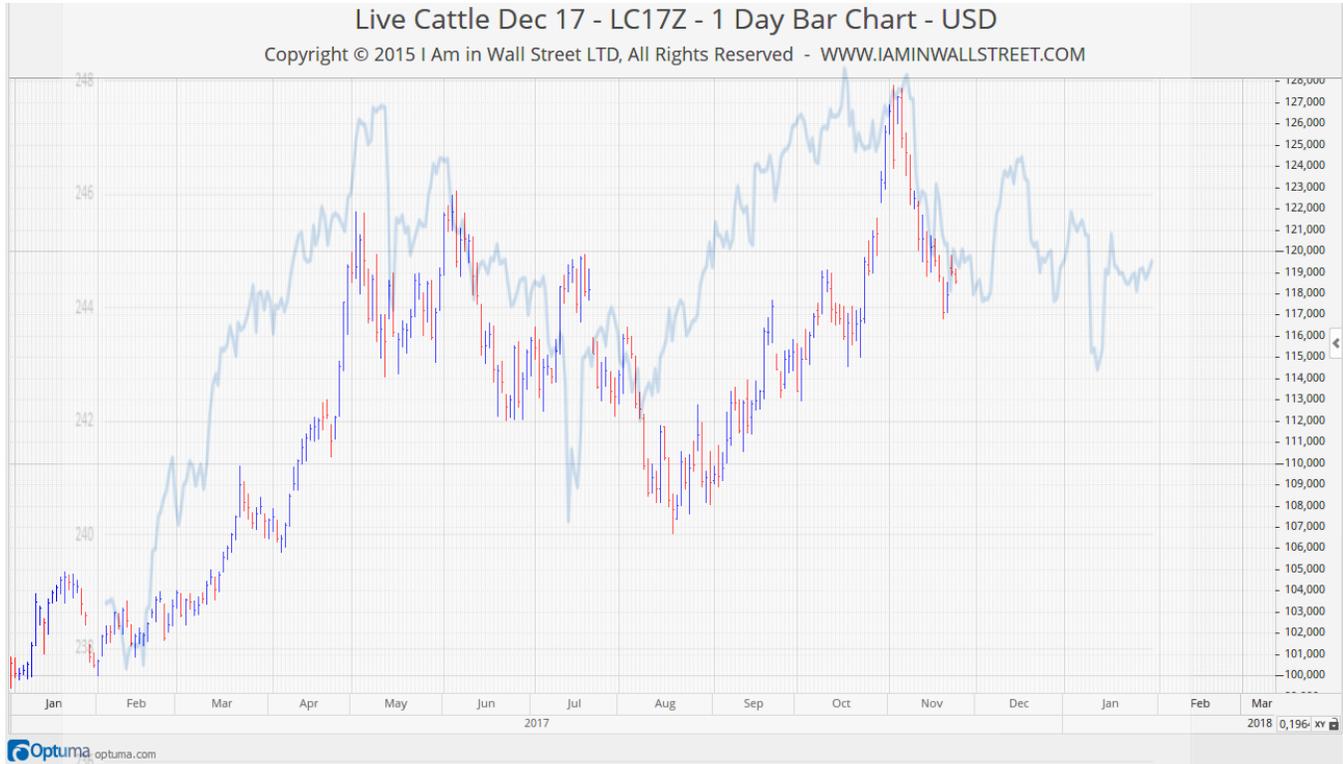
2017 Live Cattle Forecast VS Market

Here we can see the 2017 Forecast Model compared to the Live Cattle Market; **our forecast was always one month off**, due to an error in the calculus, I feel so sorry about that:



If we move the forecast one month ahead, we see how it fits almost perfectly the main swings of the year. I think we have fixed this problem for the 2018.

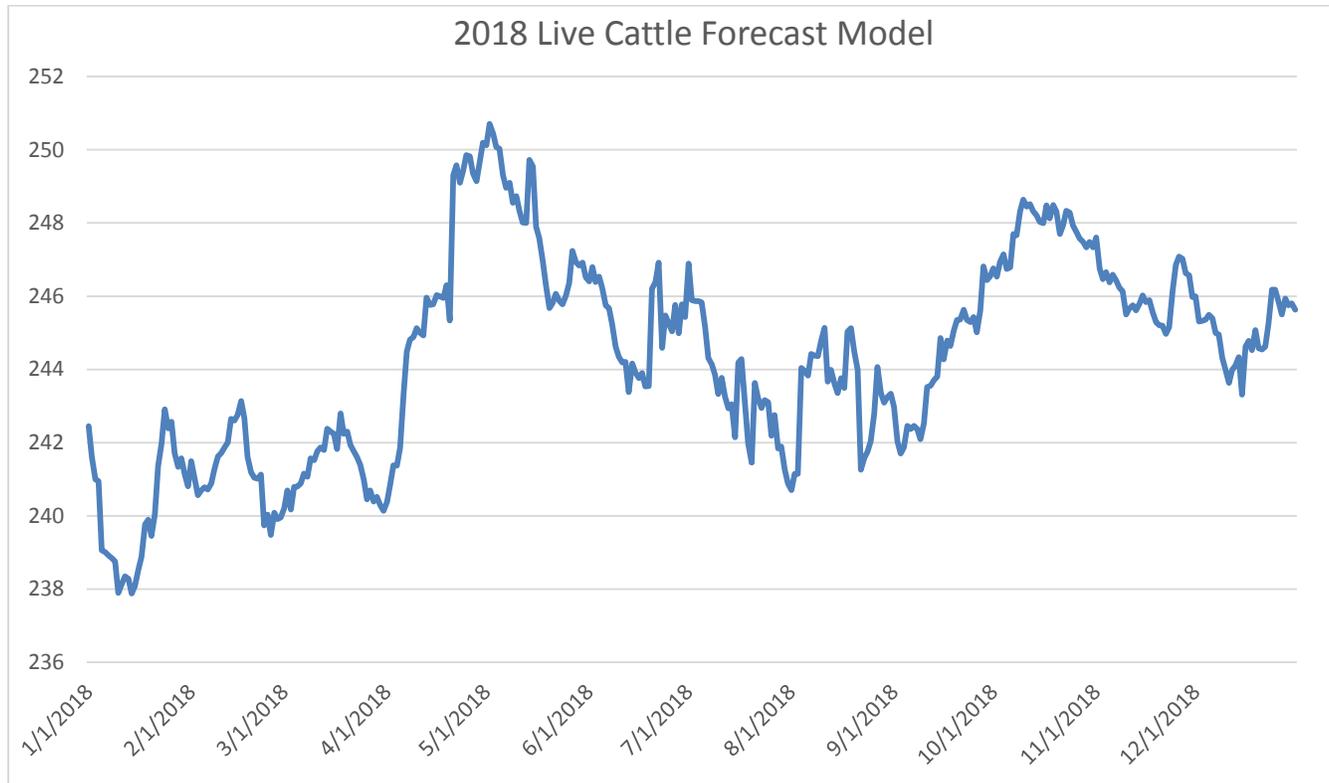
LIVE CATTLE FORECAST & STRATEGY STUDY



This is the same 2017 Forecast compared to the 2017 Live Cattle Market, but we moved the Forecast Model one month ahead; this time we see the forecast working excellent. We found a little mistake in the calculus, and now the forecast should work properly, hopefully.

2018 LIVE CATTLE FORECAST MODEL

The forecast model for the next year is the following:



We should see the beginning of a new up push right in January, with a High at the end of the month or in February. Possible pullback in the last days of February, but I do believe Live Cattle remains mainly in uptrend.

In March, there is a change in trend in the last days of the month; the study suggests a Low, a new buy opportunity, or a general continuation of the uptrend. If we see a High at the end of March, it is better to close the positions and wait for a pullback where to re-buy at lower levels (but always remaining LONG with a little part, to follow the uptrend in case it goes on). Why am I saying we should re-buy? Because I am expecting to see the main uptrend

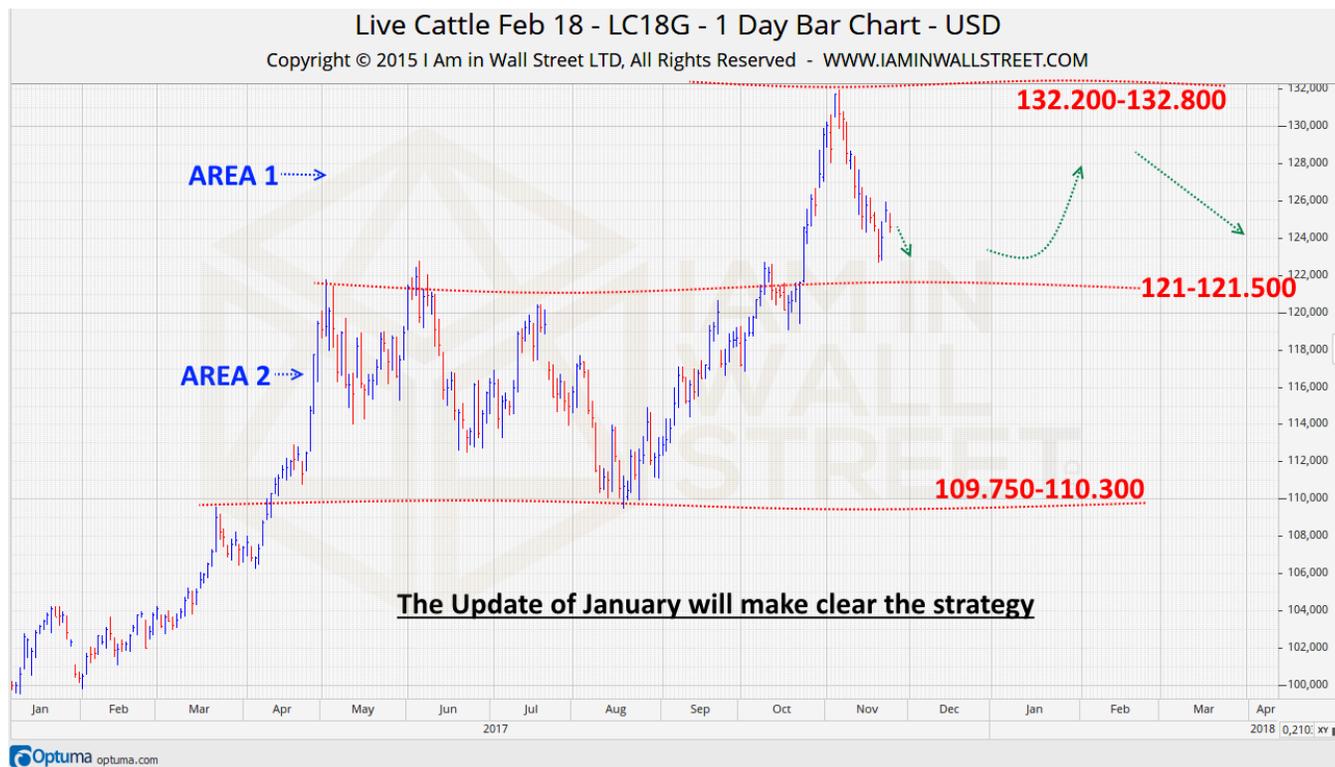
lasting until May. Around May, a top is expected. Into the summer, the situation can be not very easy to handle, due to a higher volatility. For what I can say right now, the main cycle suggests a Low-base between June and September. I know this time-window is a bit large; all depends on the drop from May: if we see a strong drop into a June Low, it can be a great buy opportunity then; if the Market moves sideways or slowly down, we can expect the Low in September. Anyway, September should be a buy opportunity, because higher levels should come in the following months.

PRICE MAP

The forecast on its own is the “most useless”, or even dangerous thing we can rely on, when we are talking of pure trading. For this reason, we also provide ongoing studies with the price map over the year, any time we have to deal with a new Contract (you see below the dates).

In the mean time I am writing this Bulletin (November 25, 2017), we are dealing with the December Contract, and we are following a good downtrend from 123.250 (Futures now at 118.475). I am about to close the SHORT position at the end of November, and move to the February 2018 Contract (symbol: LCG18). The February Contract is 6 points higher than the December 2017; hence, you see we must update the price study every time we have to do the rollover.

The February 2018 Contract has an interesting geometry, it can help us to trade with confidence during the next months. Please, look at the chart here below:



We pay attention to area 132.200-132.8 as a possible resistance. Then we have area 121.500 and 109.750-110.300. Intermediate level at 114.220.

Considering these levels, I will try to follow a possible uptrend in January, but we need to wait to see where Live Cattle is at the beginning of the year.

The next appointment is for January 3, 2018, when we will provide the first Update of the year.

Update appointments:

- January 3, 2018
- January 31, 2018
- April 4, 2018
- May 30, 2018
- August 1, 2018
- October 3, 2018

If you are interested in 2018 Grains, Cotton and Stock Market Forecasts, please visit www.iaminwallstreet.com, they will be available soon.

If you are an active trader and you need constant updates about the strategies, we offer Weekly and Daily Reports, [visit our Web Site](#) for more information.

A new service, totally FREE at the moment, is available for Stocks Traders. I am putting a lot of energy on this project, because I see a great potential, with a much softer strategy than Future's, with a low risk and a good return. Here is the website, still a work in progress: <https://www.wallstreetstockstrategy.com>

Here you can sign up for the Newsletters to get the Stocks Reports for free.

For any question you have, please [contact us](#).

FOLLOW US:



Good Trading!
Best Regards,
Daniele Prandelli

E-mail: info@iaminwallstreet.com

Skype: I Am in Wall Street Ltd

www.iaminwallstreet.com

www.wallstreetstockstrategy.com (for Stocks Traders)

High Probability Trading Techniques - S&P500, 30Year T-Bonds, Stocks, Corn, Soybeans, Wheat, Crude Oil, Gold, Silver, Live Cattle and S&P/ASX 200.

DISCLAIMER

It should not be assumed that the methods, techniques, strategies or indicators presented in these e-mail, book, website or Blog will be profitable or that they will not result in losses. There is no assurance that the strategies and methods presented in this e-mail, book, website or Blog will be successful for you. Past results are not necessarily indicative of future performance. The examples presented in this e-mail, book, website or Blog are for educational purposes only. The data used is believed to be from reliable sources but cannot be guaranteed. The methods presented are not solicitations of any order to buy or sell. The author, publisher, and all affiliates assume no responsibility for your trading results, and will not be liable for any loss, damage or liability directly or indirectly caused by the usage of this material. There is considerable risk of loss in Futures, Stock and Options trading. You should only use risk capital in all such endeavors.