

Through 5/09/08										
C&S Grain Market Consulting										
Calculating The Net Percent Increase In Selected Lead-Option Commodity Futures Prices										
Commodity	1998-2001 Low Price	1998-2001 Low Month	2006-2008 High Price	2006-2008 High Month	Months Duration	Current Net Price % Increase	Previous All Time Highs	Current Price As A % Of All Time Highs	Price Needed To Meet Average Gain	Price Needed To Equal Heating Oil Gain
CCI Index	183.00	07/31/99	580.05	03/31/08	104	216.97	262.20	221.22	1,081.09	2,351.83
Soybean Meal	120.00	02/28/99	385.00	03/31/08	109	220.83	451.00	85.37	708.91	1,542.18
Cotton	28.20	10/31/01	92.86	03/31/08	77	229.29	117.20	79.23	166.59	362.41
Corn	174.00	08/31/00	637.50	05/31/08	93	266.38	554.50	114.97	1,027.92	2,236.16
Soybeans	401.50	07/31/99	1,586.50	03/31/08	104	295.14	1290.00	122.98	2,371.89	5,159.88
Gold	252.50	08/31/99	1,033.90	03/31/08	103	309.47	873.00	118.43	1,491.66	3,245.01
Oats	93.50	07/31/00	434.00	03/31/08	92	364.17	293.50	147.87	552.36	1,201.62
Soybean Oil	14.35	02/28/01	70.65	03/31/08	85	392.33	50.37	140.26	84.77	184.42
KC Wheat	270.00	04/30/00	1,360.00	03/31/08	95	403.70	744.00	182.80	1,595.04	3,469.91
Silver	4.015	11/30/01	21.440	03/31/08	76	434.00	50.36	42.57	23.719	51.60
Platinum	401.00	10/31/01	2,308.80	03/31/08	77	475.76	1045.00	220.94		5,153.46
CBOT Wheat	222.50	12/31/99	1,318.00	03/31/08	99	492.36	750.00	175.73		2,859.46
Rice	367.00	10/31/02	2,485.00	04/30/08	90	577.11	3450.00	72.03		4,716.51
Copper	60.50	11/30/01	416.00	05/31/06	75	587.60	143.10	290.71		777.52
MGEX Wheat	286.50	08/31/00	2,500.00	02/29/08	90	772.60	732.00	341.53		3,681.96
Crude Oil	10.35	12/31/98	126.27	05/31/08	113	1120.00	41.15	306.85		133.01
Heating Oil	0.2842	02/28/99	3.6524	05/31/08	110	1185.15	1.285	284.23		
Average						490.76				

Comments:

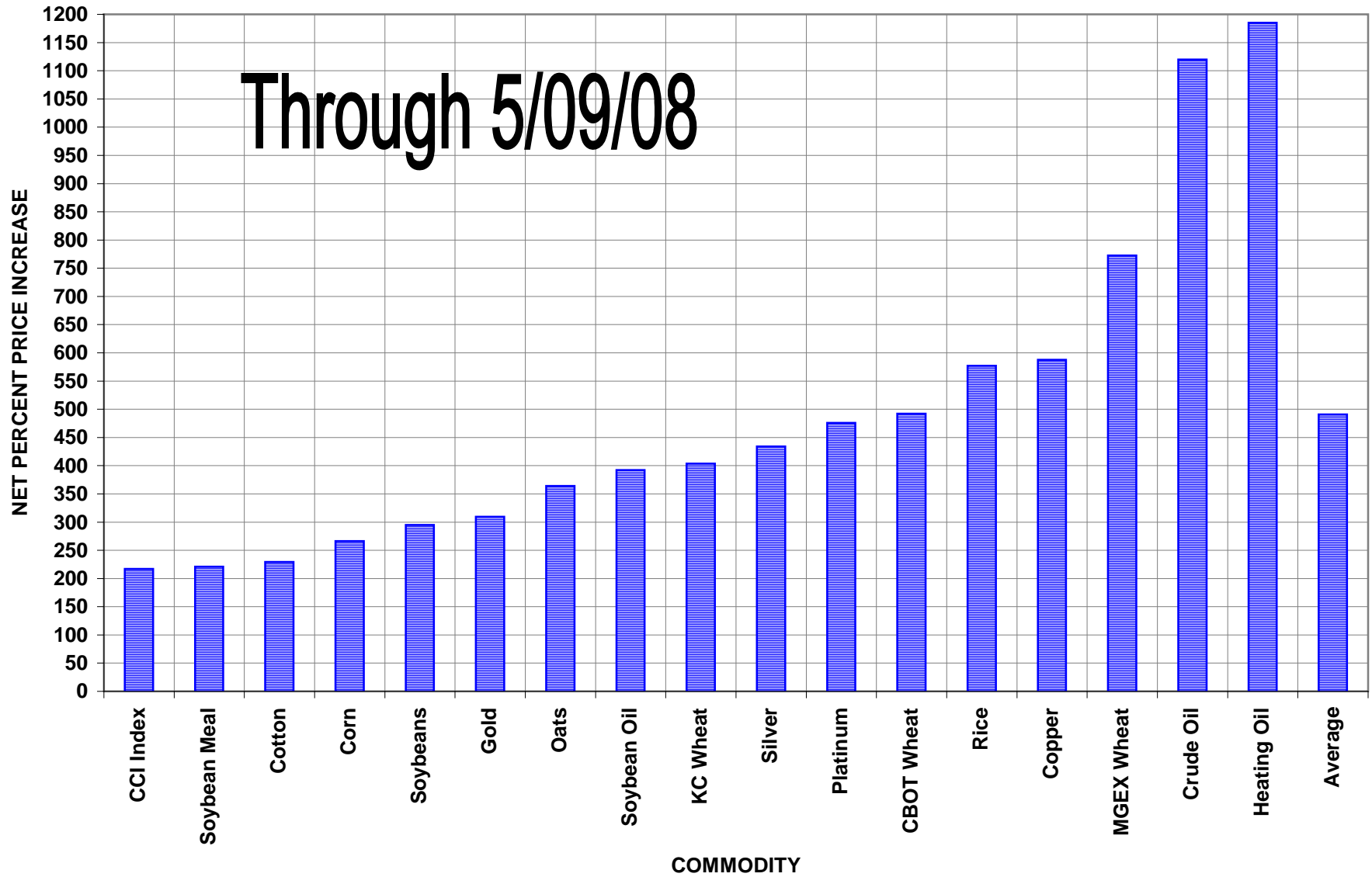
The 60-year price cycle continues. Some commodities have made new all time highs again in May, and some have not. The table above provides us with some insights about how high grain prices might rally in the months or years ahead. We are living in historic times, and this is not the time to make decisions without having good history at your disposal. The current 60-year bullish commodity super cycle is alive and well. **History indicates that when commodities decisively trade above their all time nominal highs, that they will often double or triple in price above their previous all time nominal highs.** In the case of Crude Oil, it has now traded at \$126.27 per barrel, which is about 3.069 times (206.9%) above its previous all time high of \$41.15 per barrel that was traded in 1990. Don't be surprised if we see much higher grain prices in the months or years ahead, but also don't be surprised to see periods of corrections. The length and strength of the cycle will depend on many factors, which includes currency values, demand, ending stocks, energy prices, Government Policies, inflation, money flow, production, and weather. **In my opinion, the current Commodity Bull market has a long way to go both in time and price, especially in Corn. There are other analysts that disagree with me. They think the present commodity cycle is over, but I disagree because this one is a Super Cycle primarily created by Globalization!** The Globalization process has been a dream of mankind since the Tower of Babel in 2247 BC. The year 2013 AD will mark the 71st completion of the 60-year super cycle since 2247 BC. So far, Lead-Option Corn Futures are only up 266% from its August 2000 Low while Crude Oil is up 1120%, and the average rally so far from the late 1990's-early 2000's Lows in 17 selected commodities has been 491%. **Corn is one of the weaker commodities so far to date, being the 4th lowest in net percentage gains, but it has the greatest expanded demand base of all the commodities. There will be many severe corrections and seasonal price declines along the way before this cycle is done, but don't lose sight of the big picture for now. PLEASE DON'T GET TRAPPED IN SHORT MARGIN POSITIONS!**

 The historical information herein provided is derived from public data sources and is believed to be accurate but cannot be guaranteed. Providing this information does not include an expressed or implied recommendation for making any trades or other financial decisions. There is risk of loss in trading futures. Any gain or loss resulting from the use of this information is entirely the responsibility of the user. Opinions expressed may change at any time.

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Through 5/09/08



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CURRENT PRICES AS A PERCENT OF THEIR PREVIOUS ALL TIME HIGHS**

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