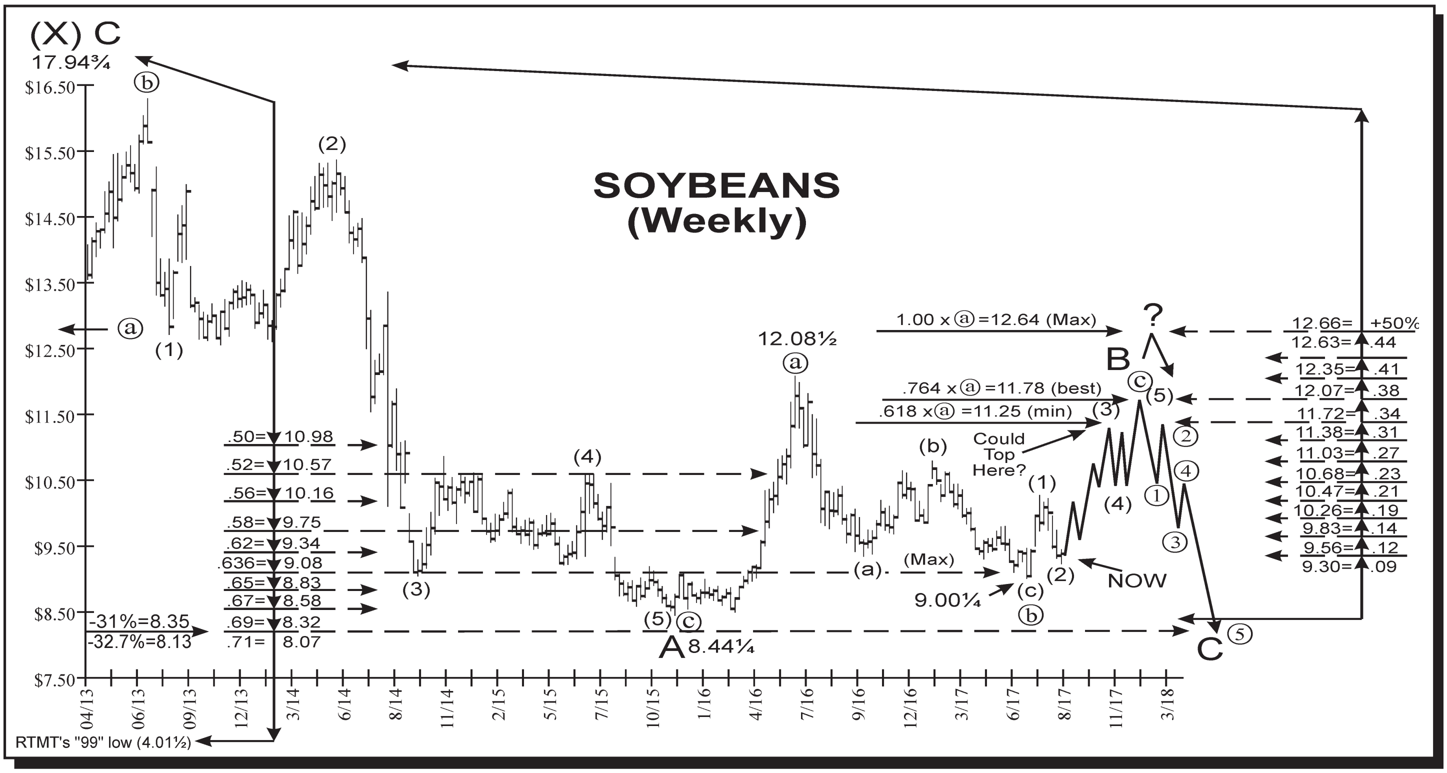
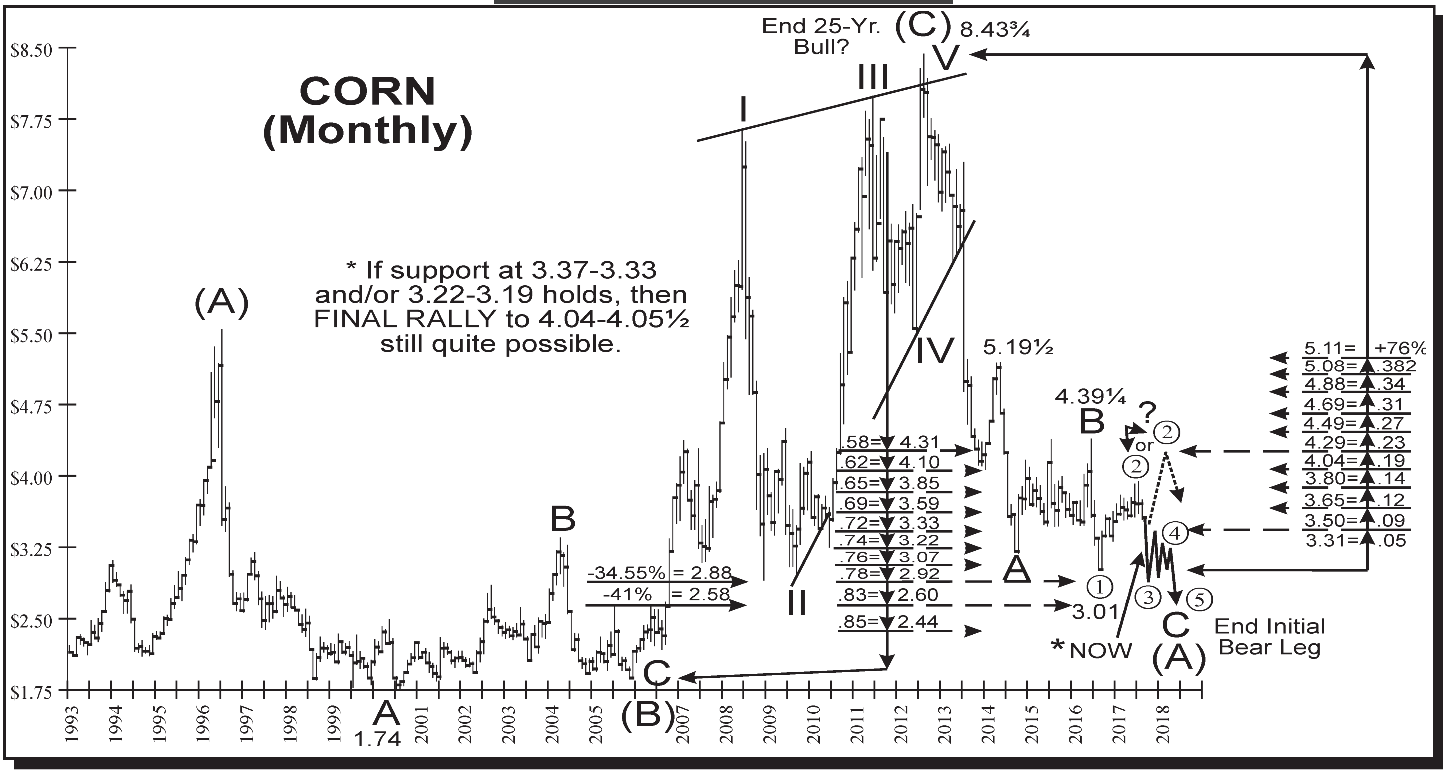
Brent Harris Elliott Wave Quarterly Report (Aug. 31, 2017)

SOYBEANS



Although the "Primary wave-ⓑ decline" from the June 2016 top in soybeans has obviously lasted quite a bit longer than expected, there's really NOT much change in our MODERATELY BULLISH, Preferred Count (so far?). In essence, because the June 2016-to-June 2017 drop (12.08 1/2-to-9.00 1/4) has produced a rather CLEAR, "(a)-(b)-(c) pattern, AND NOT a "bearish-five", AND the initial advance-off the June 2017 low ALSO RESULTED in a bullish-looking, "5-wave" pattern, the best count continues to indicate that we're STILL-IN a larger, "CYCLE-WAVE-B ADVANCE"...from the Nov 2015 low (8.44¼). In fact, the only real area of "question" at this point, has to do with whether the overall advance is unfolding into a "Single", OR "Double-Three"? Given the first scenario, which IS outlined on the Soybean Weekly Chart, the July 2017 top at 10.28 should've marked the END OF JUST THE INITIAL, "wave-(1)-of-ⓒ section up". In which case, once the intervening, "wave-(2) setback" has finished, the stage should be set for a potentially POWERFUL, "wave-(3) ADVANCE". By the way, while there's still a slight chance that we could see a final drop to the 9.14-9.06 support area, my guess is that "wave-(2)"...HAS ALREADY BOTTOMED ,i.e., at the August 16 low of 9.17¼? Anyhow, under this count, by the time waves "(3)-up", "(4)-down" and then "(5)-up" have been traced-out, THE BEST, UPSIDE TARGET SHOULD BE AT THE 11.72-11.78 LEVEL, WITH A "BLOW-OFF" TO OUR MAX RESISTANCE AT 12.63–12.66 ALSO POSSIBLE. It should be duly noted, however, IF the overall advance from the 2015 low is going to unfold into a "Double-Three" INSTEAD, then we'll ONLY need to trace-out A FINAL, "ⓒ-wave ADVANCE"...from the June 2017 low. In this event, our "time analysis" implies that THE FINAL TOP WILL BE HIT BY LATE DEC 2017-TO-MID JAN 2018. Given either count, however, based on the proximity of the KEY, "61.8%-times wave-ⓐ", OR "61.8%-times ⓐ-ⓑ-ⓒ" projection, AND numerous other calculations, it's also quite possible that THE FINAL TOP COULD OCCUR AS LOW AT THE 11.20 1/2-11.38 LEVEL. Longer-term, however, once the up-move from the June 2017 low has run it's course,then traders and producers ought to have A VERY GOOD SELLING/HEDGING OPPORTUNITY! At that point, a "CYCLE-WAVE-C DECLINE" ought to remain in force...UNTIL prices drop to our long-term target AT THE 8.35-8.07 LEVEL.

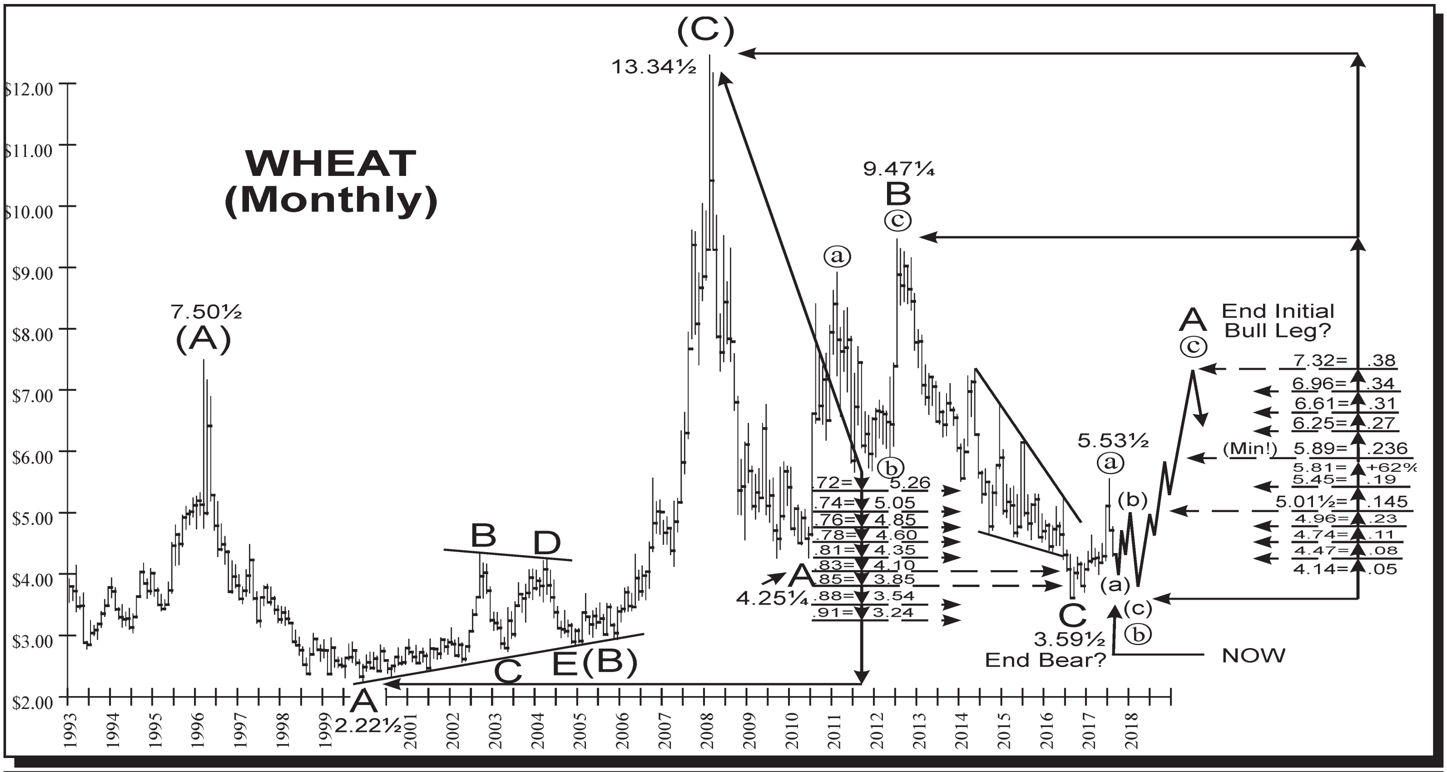
CORN



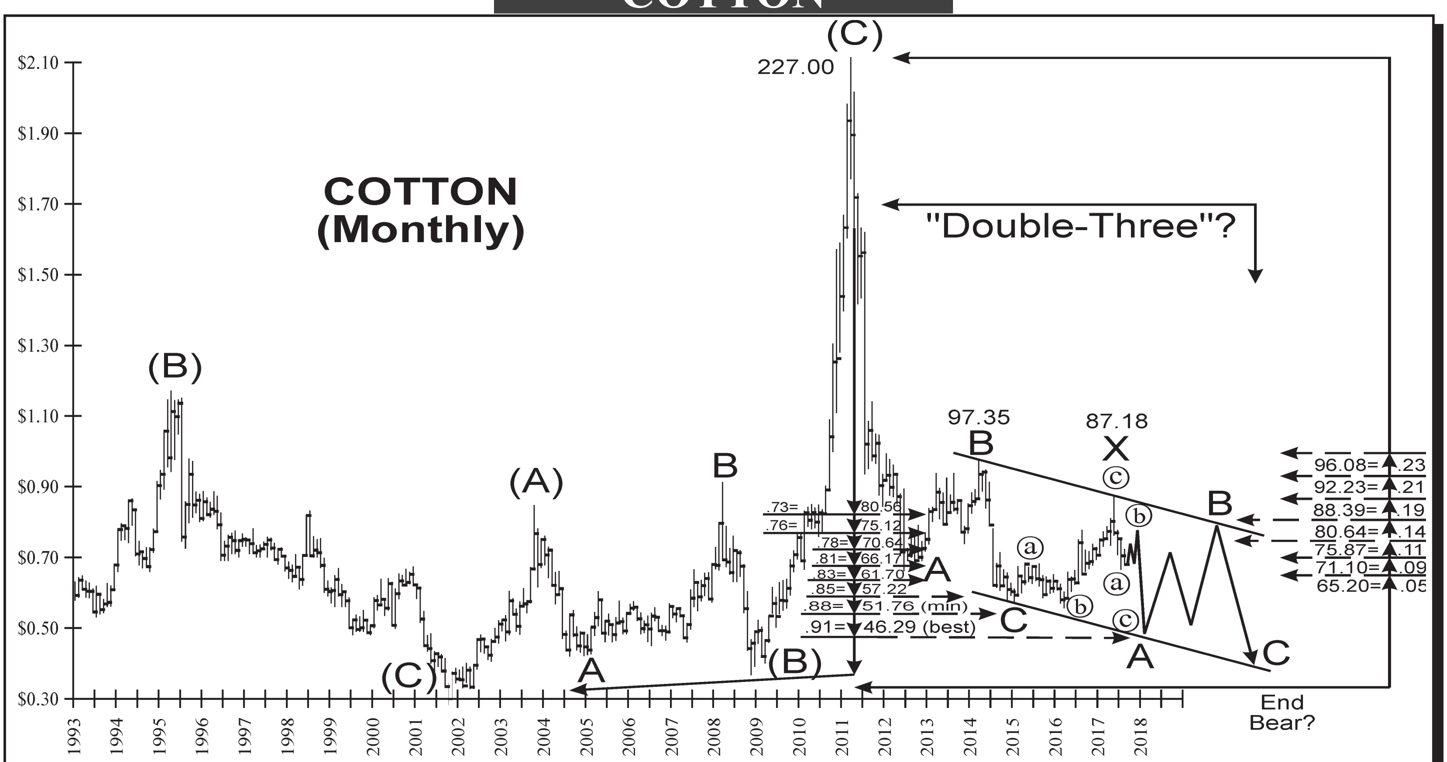
While the advance into the July 2017 "continuation chart" high at 3.94½ in corn DID MISS our minimum target at 4.04½-4.06 ½ by about 10-cents, the overall pattern HAS developed fairly close to the Preferred Count outlined in the past couple Quarterly Reports. Given the very obvious DIFFERENCES between our Preferred Counts in the corn, versus that of the soybeans, however, the big question at this point is...can both counts be right? In essence, IF the July 2017 top in corn DID indeed finish a "Primary wave-②", then we should now be in a "Primary wave-③ DECLINE", of the same-degree as the June-Sept 2016/"wave-① drop" (4.39¼-to-3.01). In which case, based on the proximity of "76.4%-times wave-① projection, a "78.65%-retracement" from the 2000 low, and numerous "depreciations" from past highs, it looks like THE MINIMUM/BEST DOWNSIDE TARGET FOR JUST "wave-③"...IS AT THE 2.92-2.88 LEVEL. Even then, however, since this count indicates that we'll still need to trace-out A MILD, SEVERAL-MONTH/"wave-④ rally" (at some point?), and then stage a "Primary wave-⑤ DECLINE" to another new low, it looks like THE EVENTUAL OBJECTIVE WILL BE AT THE 2.65-2.58 LEVEL. This area yields an "83.15%-retracement" from the 2000 low, and "depreciations" of 69.1%, 41.15% and 34.55% from the 2012, 2016 and 2017 highs. With that said, however, IF our Preferred Count in the soybeans IS RIGHT, AND we are indeed going to see A RALLY TO AT LEAST THE 11.20½-11.38 LEVEL (within the next 4-to-6 months?), then we obviously have to figure that such a bearish count in the corn MAY NOT prove correct...at least NOT right-away? Note, because the pullback from the July 2017 top in corn has so far ONLY produced a "(3)-wave" pattern, it's conceivable that we're EITHER still-in a larger, "Primary wave-② advance" from last year's low, OR I suppose we could even be in a larger, BUT VERY COMPLEX, "CYCLE-WAVE-B RALLY"? Given the first "Alternate Count", which is probably the BEST, we may still need to trace-out A FINAL, "wave-(c) ADVANCE"; presumably yielding an up-move to our ORIGINAL, MINIMUM TARGET AT 4.04½-4.06½. If the second, "Alternate Count" happens to occur, however, which IS a "longshot", then we'd actually still need to stage A MUCH LARGER, "Primary wave-ⓒ ADVANCE". In this case, I guess our original MAX TARGET AT 5.08-5.19 ½...could be back on the table?

WHEAT

Since the ONLY LOGICAL, long-term count in the wheat continues to indicate that the 2016 low at 3.59 ½ HAS MARKED THE END of a huge, "A-B-C DECLINE" from the 2008 all-time-high, it seem rather obvious that we have to be pretty close to A SIGNIFICANT LOW...NOW? In essence, because the advance into the July 2017 top at 5.53 ½ could NOT be big enough to have completed a move of the same-degree as the entire 2008-2016 decline, the implication here...is that the current drop WILL NOT EXCEED THE 2016 LOW AT 3.59 ½. In which case, given that the nearby contract has already fallen to the 3.94 level, IF this count is right, we'd obviously have to be WITHIN 35-CENTS OF THE FINAL LOW. Traders should also note, however, because I currently show A LOT OF SUPPORT PROJECTIONS AT THE 3.89¾-3.82½ LEVEL, my guess is that the nearby contract WILL HOLD fairly close to this area. This zone incorporates "85.4%-retracements" from BOTH the 2000 and 2016 lows, AND depreciations of 70.925%, 58.85% and 30.9% from the 2008, 2012 and 2017 highs. The main problem with the current pattern in the wheat, however, has to do with the fact (?) that the drop from the July 2017 high...HAS produced about as clear an "Impulse-Wave" as you can get. The implication of which, is that we're presently in JUST THE INITIAL, "(a)-wave section down". Consequently, whenever the next several-week plus rally DOES occur, it will likely ONLY produce a CORRECTIVE, "wave-(b)". Of course, in light of the "SIZE" of the July-August decline", we could see a pretty BIG, "wave-(b) ADVANCE"; possibly back-up to our ORIGINAL, MINIMUM TARGET AT THE 4.96¾-5.01½ LEVEL? Overall, however, once this phase has terminated, then we'll still need to trace-out A FINAL, "wave-(c) DECLINE". Depending on the actual, "wave-(b) peak", my guess is that the FINAL DROP WILL BOTTOM FAIRLY CLOSE TO THE SAME SUPPORT AREA AT 3.89¾-TO-3.82½. Even if that does NOT happen, however, prices should NOT VIOLATE the 2016 low at 3.59½. Finally, once IT IS possible to label the COMPLETION of a larger, "(a)-(b)-(c) decline" from the July 2017 top, then we ought to have A HECK OF A GOOD BUYING OPPORTUNITY! At that point, the stage should be set for a fairly SWIFT ADVANCE TO AT LEAST THE 5.81 3/4-5.89 ½ LEVEL...MAYBE A LOT MORE?

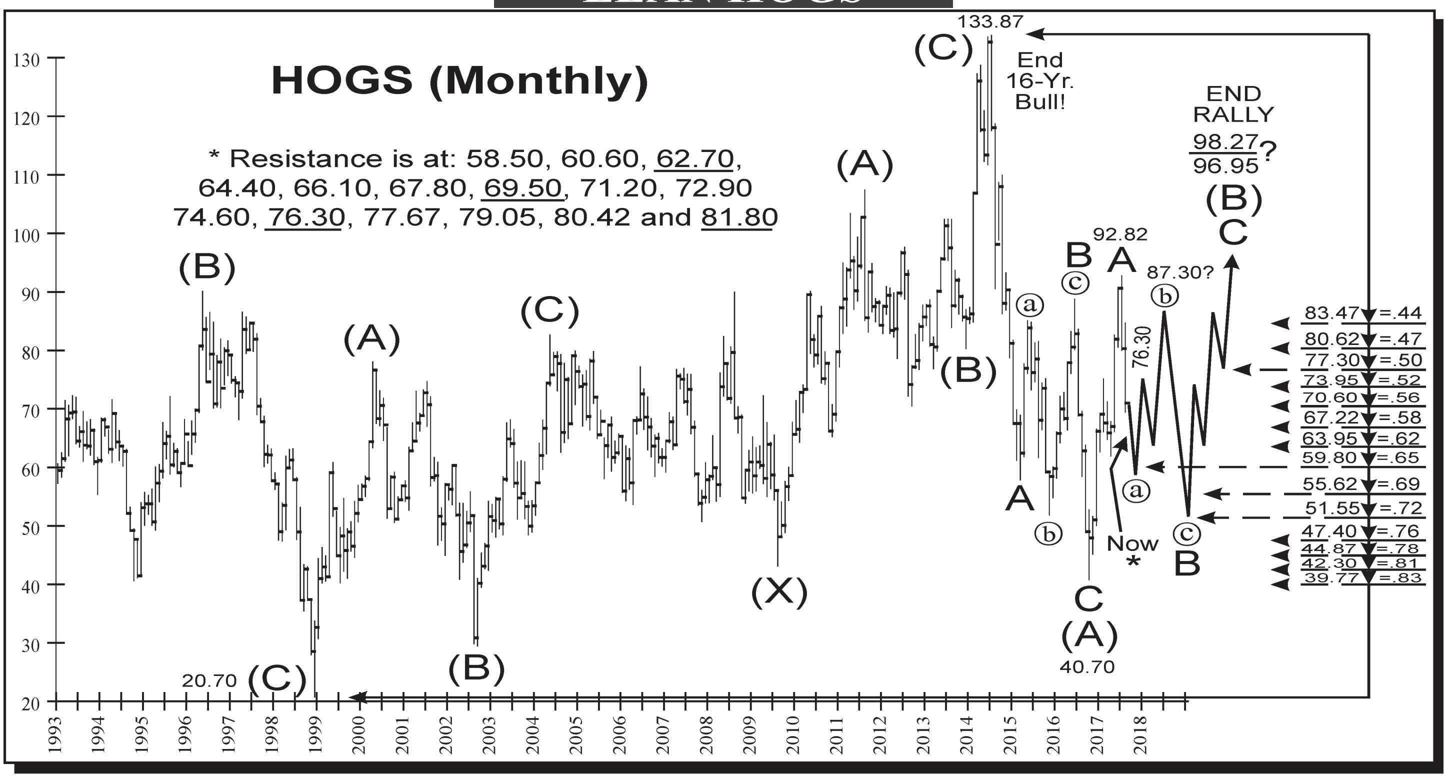


COTTON



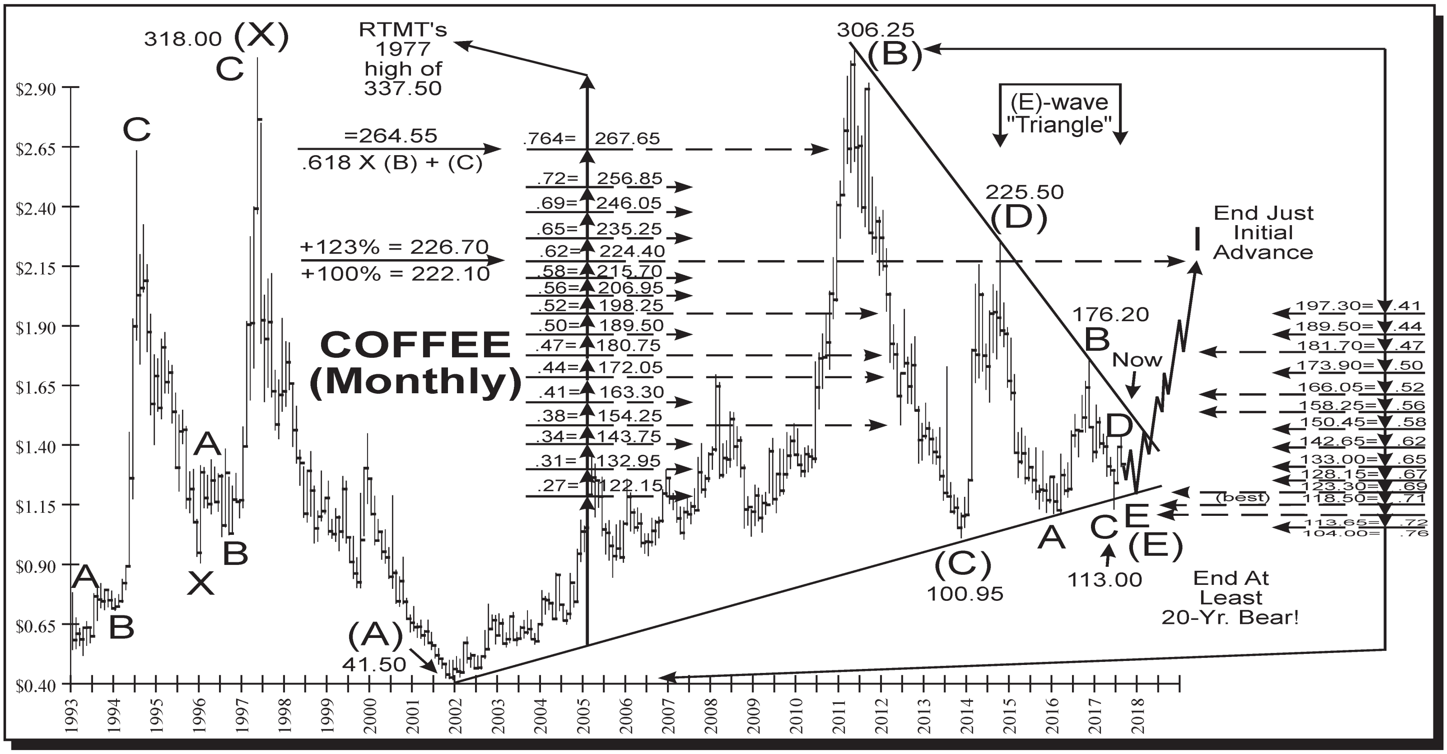
Given that the best count in cotton continues to indicate that the May 2017 high at 87.18 HAS MARKED THE END of an "Irregular Flat/ "CYCLE-WAVE-X ADVANCE" from the Jan 2016 low, the longer-term outlook here...IS REALLY NEGATIVE! In essence, because the FIRST, "A-B-C DECLINE" from the 2011 all-time-high took NEARLY 4-YEARS TO FINISH, the implication here is that the SECOND, "A-B-C DECLINE" from this year's high...WILL REMAIN IN FORCE UNTIL ABOUT THE SPRING OF 2021. From a more immediate standpoint, however, our main focus is on trying to catch the initial, "CYCLE-WAVE A SECTION DOWN". To that end, since it looks like this movement IS subdividing into a somewhat LESS BEARISH, "ⓐ-ⓑ-ⓒ" pattern (less bearish over the near-term, that is), the July "continuation chart" low at 66.49 has likely COMPLETED THE INITIAL, "ⓐ-wave". In which case, since this count implies that we're now in a "Primary wave-ⓑ ADVANCE", both traders and producers could soon have ANOTHER VERY GOOD SELLING/HEDGING OPPORTUNITY! Note, because "ⓑ-waves", following JUST an initial, "(3)-wave" pattern, usually produce AT LEAST A 38.2%-TO-44%-RETRACEMENT, it looks like THE MINIMUM, UPSIDE TARGET IS BETWEEN 73.48-AND-75.87 (nearby contract). By the way, this area also incorporates the 10.4%-to-11.795%-retracement projections from the 2011 top, AND numerous "appreciations" from past lows. However, because "ⓑ-waves" in this position can also retrace as much as "61.8%" or more, we have to be careful NOT to sell too low. If we get past the 75.87 level, prices could "blow-off" TO OUR MAX RESISTANCE AREA AT ABOUT 79.18-TO-81.42. Which, is about the same area as our original, "MINIMUM TARGET". At any rate, once we've CONFIRMED A COMPLETED, "wave-ⓑ advance" off the July low, then we ought to have A HECK OF A SELLING OPPORTUNITY! At that time, a "Primary wave-ⓒ DECLINE" will likely REMAIN IN FORCE...UNTIL we at least take-out the 2016 low at 55.66. However, because the next closest support area that's UNDER 55.66...IS AT THE 51.76-51.02 LEVEL, this would probably have to be the MINIMUM TARGET. Finally, based on the proximity of the lower channel-line, it's also possible that prices could FALL TO OUR MAX AREA AT 48.74-46.29?

LEAN HOGS



Since we've almost certainly CONFIRMED A COMPLETED, "CYCLE-WAVE-A ADVANCE" off the 2016 low in hogs; at the July 2017 peak of 92.82, another highly-bullish position probably WON'T be reached...for at least ANOTHER 12-TO-14-MONTHS? Note, we'll presumably need to trace-out Primary Waves "ⓐ-down", "ⓑ-up" and then "ⓒ-down", BEFORE the stage will then be set for A POTENTIALLY POWERFUL, "CYCLE-WAVE-C ADVANCE". From a short-to-intermediate-term standpoint, because the nearby OCT hogs have actually reached our MINIMUM, DOWNSIDE TARGET FOR JUST THE INITIAL, "Primary wave-ⓐ section down"; AT THE 60.60-59.05 AREA, there's a slight chance that A SIZEABLE, "Primary wave-ⓑ ADVANCE"...could begin within the next week or so. Note, this support-zone yields the KEY,65.45%-61.8%-retracement combination from the 1998 and 2016 lows, and "depreciations" of 55.9% and 34.55% from the 2014 and 2017 highs. However, because it's still pretty EARLY to start a significant up-move, my guess is that the "ⓐ-wave drop" from the July top...IS going to produce a "(5)-wave" pattern. In which case, AFTER a moderate, 2-to-3-week/"wave-(4) rally" has finished, we'll need to trace A FINAL, "wave-(5)-of-ⓐ DECLINE". Given this scenario, my guess is that the TWO BEST OBJECTIVES WILL THEN BE AT 57.75-57.07 AND/OR 55.67-54.90 (max). Anyhow, once we have indeed CONFIRMED A COMPLETED, "wave-ⓐ decline" from the July 2017 top, then the stage should be set for A DECENT, "Primary wave-ⓑ ADVANCE"? By the time waves "(a)-up", "(b)-down" and then "(c)-up" have finished this phase, my guess is that the nearby contract will return to our ORIGINAL, MINIMUM OBJECTIVE...AT THE 86.74-88.45 LEVEL. However, because this area probably WON'T be hit until June or July of next year, we could be in for AN EXTENDED PERIOD OF VERY "CHOPPY" ACTION ,i.e., between this Winter and next Spring. Note, because we'll soon be in the USUALLY COMPLEX, "wave-ⓑ-of-CYCLE-WAVE-B" position, predicting the short-term swings could be very difficult? Anyhow, the MORE ATTRACTIVE TRADES will probably be the SELLING OPPORTUNITY next Summer, and then, the resulting BUY in the Fall/ Winter 2018 time-frame.

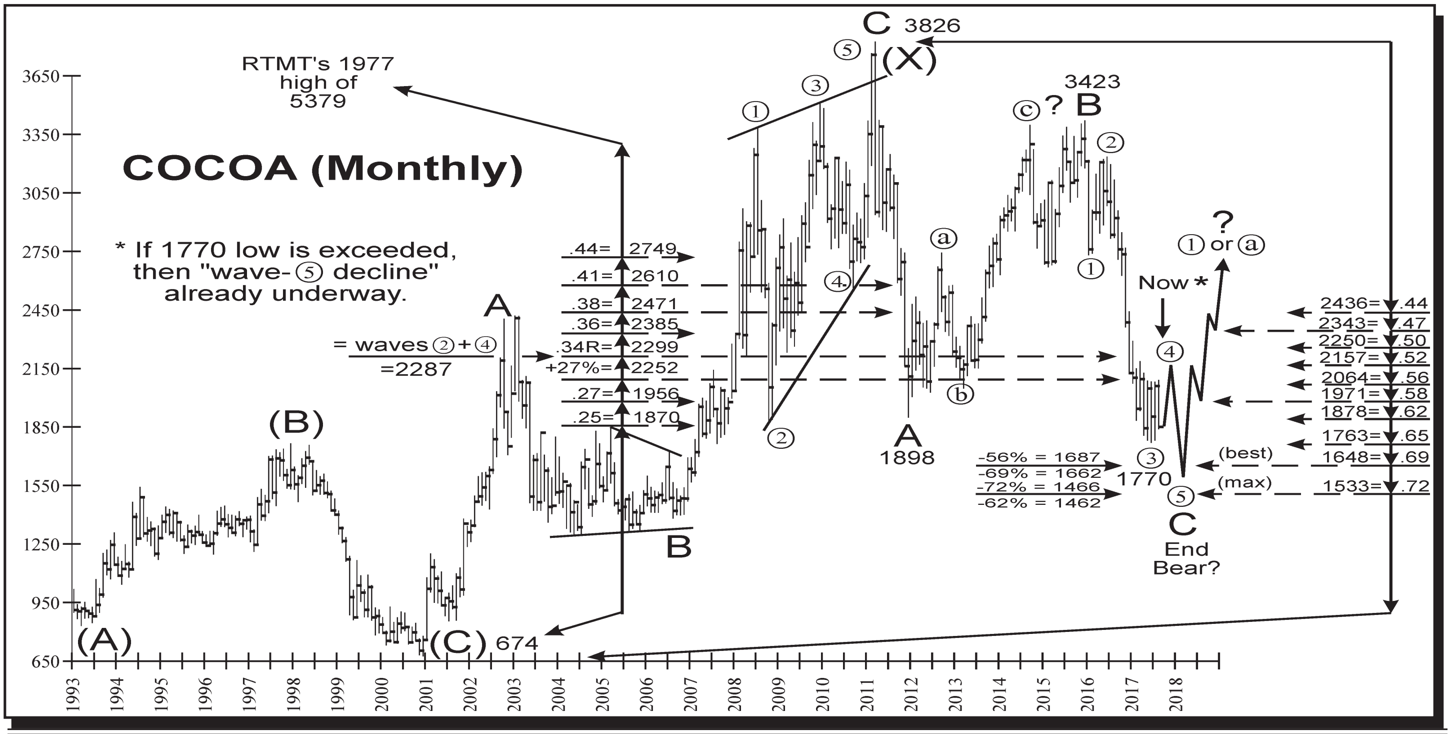
COFFEE



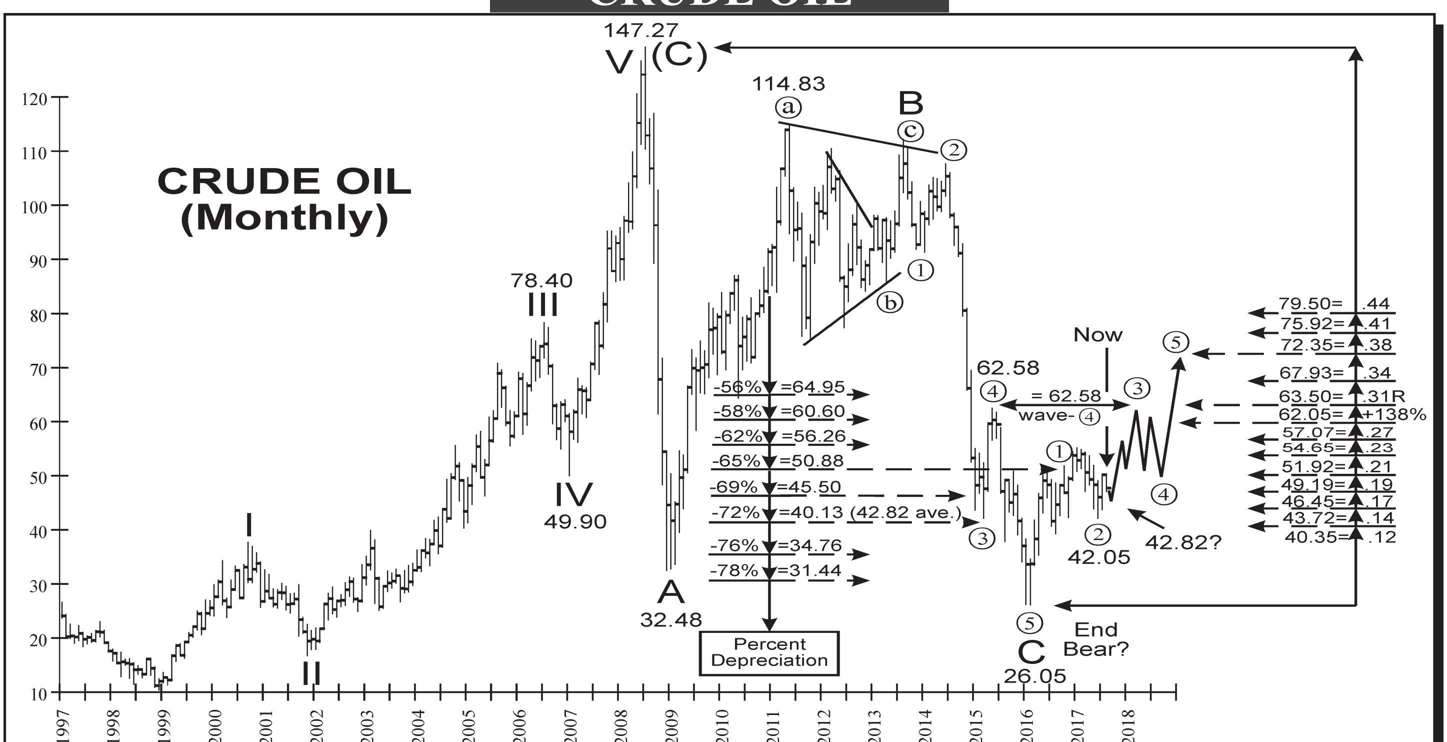
Although it's HIGHLY LIKELY that the June 2017 low at 113.00 in coffee WILL NOT be violated here, the subsequent advance into the August high...DID NOT produce an obviously bullish, "(5)-wave" pattern. Consequently, while this development would normally be cause for concern, in this case, it may actually imply AN EVEN MORE BULLISH COUNT? In essence, because it now looks like the FINAL, "(E)-wave Decline"...from the Oct 2014 high (225.50) is producing ANOTHER, SMALLER "Contracting Triangle" formation, we could be witnessing a pretty RARE, "Double-Triangle". The implication of which, is that upon the completion of the FINAL, "wave-E-of-(E)section down", the stage will seemingly be set for A MASSIVE, "DOUBLE THRUST-WAVE ADVANCE"! To that end, since the August 2017 peak at 143.75 should be the "D-wave", we now only need to trace-out an "a-b-c/"wave-E DECLINE" ,i.e., from that high. At the moment, however, since we haven't quite confirmed a completed, "a-wave section down", we could still be several-weeks away from the OPTIMUM TIME TO GO LONG? Note, we need to trace-out at least a 1-to-2-week/"wave-b rally" (at some point?), and then stage A FINAL, "wave-c DROP". Anyhow, for now, it looks like the BEST SUPPORT/BUY-ZONE IS AT THE 124.80-122.75 LEVEL IN THE NEARBY CONTRACT, OR ABOUT 126.10-123.80 BASIS DEC. When DEC becomes the "spot month" on Sept 20, however, it will then "inherit" the 124.80-122.75 support numbers. In the event this area IS VIOLATED, however, then the nearby contract could FALL TO OUR MAX SUPPORT AT ABOUT 119.55-118.50. Which, interestingly enough, would constitute A FOURTH-TEST OF THE LOWER BOUNDARY-LINE FROM THE 20-YEAR "TRIANGLE". Anyhow, once we have indeed confirmed a completed, "Wave-E Decline" from the August top, then I think we could be looking at one of the MOST EXPLOSIVE PATTERNS THAT I'VE EVER SEEN! Of course, at that juncture, we'll obviously need to see a bullish, "(5)-wave RALLY"...in order to really bolster this interpretation. If so, however, I think just the initial, "CYCLE-WAVE-I ADVANCE" could reach the "61.8%-retracement" level, OR ABOUT 224.40-TO-226.70?

COCOA

Considering that the June 2017 continuation chart low at 1770 in cocoa occurred TOO LATE to fit-in with our original, "Double-Three" Scenario, AND the action since that bottom also looks like A "Bearish-Three", it's highly likely that we're STILL-IN A LARGER, "CYCLE-WAVE-C DECLINE"...from the Dec 2015 high. In which case, once the current, "Primary wave-4 advance" has FINISHED, the stage should be set for A SIZEABLE, BUT FINAL, "Primary wave-5 DECLINE". To that end, since IT IS possible to label an already completed, "wave-4 rally"; at the August 1 continuation chart high of 2091, the "wave-5 drop" may be under way, now? However, because this up-move has so far been quite a bit SMALLER in terms of both "time" and "size", as compared to the January-June 2016/"wave-2 rally", there's also a reasonable chance that we've NOT HIT the final top (yet?). IF we still need to trace-out either A FINAL, "wave-(c)",OR "(a)-(b)-(c) RALLY", then the nearby contract should at least TAKE-OUT the 2091 high. In which case, THE MINIMUM TARGET SHOULD BE AT THE 2121-2131 LEVEL, with a move-up to our REALLY GOOD RESISTANCE AREA AT 2252-2299...STILL POSSIBLE. Anyhow, given a rally to either of these areas, we'd certainly be interested in GOING SHORT. Based on current projections, it looks like THE MINIMUM, DOWNSIDE TARGET for the "Primary wave-5 DECLINE"...IS AT THE 1700-1648 LEVEL. This area yields a 69.1%-retracement from the 2000 low, AND "depreciations" of 69.1%, 55.9% and 51.375% from the 1977, 2011 highs and 2015 highs. In the event it's NOT possible to label a completed, "wave-⑤ drop"...when this area is hit, however, then prices could FALL TO OUR MAX SUPPORT AT 1533-TO-1462. This area incorporates the 72.75%-retracement projection from the 2000 low, AND "depreciations" of 72.75%, 61.8% and 57.375% from the 1977, 2011 and 2015 highs. Finally, once we have confirmed a completed, "Primary wave-⑤-of-CYCLE-WAVE-C DECLINE", then we'll presumably have ALSO COMPLETED AT LEAST AN INITIAL, "BEAR-LEG" FROM THE 2011 TOP. At which point, we should be looking at A VERY BULLISH-POSITION!

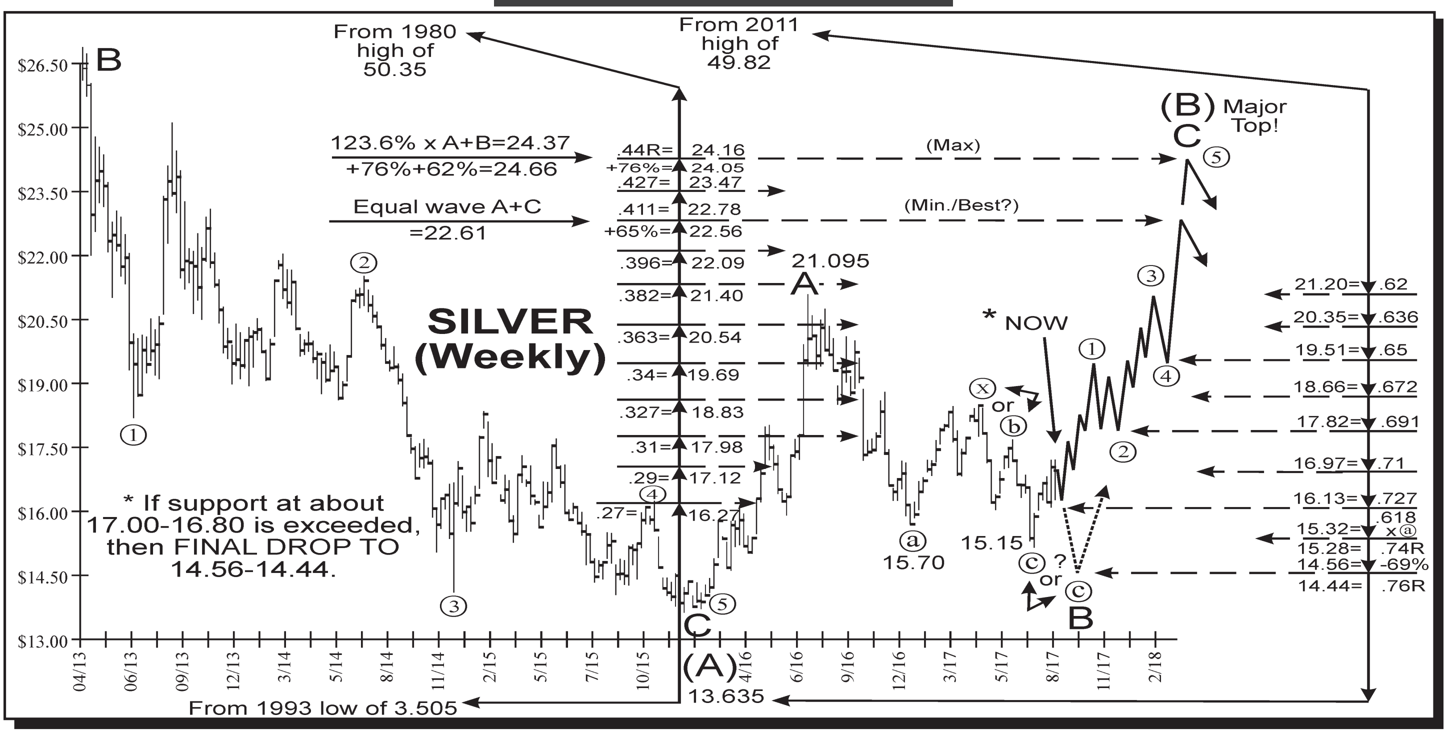


CRUDE OIL



While I can make a very good case for A COMPLETED, "Double-Three Decline" from the Jan 3 continuation chart high (55.24) in the Crude Oil; at the June 21 low of 42.05, the initial advance from that low DID NOT result in an obviously bullish, "(5)-wave" pattern. Consequently, since it's also possible that the initial drop from the August 1 high DID RESULT in a "bearish-five", we've had to "pump the brakes" on the long-side here. Note, IF we're actually still-in a larger, "Primary wave-②", OR "wave-ⓑ DECLINE" from the 2016, or 2017 high, then prices COULD STILL FALL TO OUR MAX SUPPORT...AT THE 40.65-39.67 LEVEL? With that said, however, since we only need to see a mild, 1-week bounce (at some point?), and then one more minor drop to new sell-off lows (as of August 31), in order to make a case for A COMPLETED, "Double-Three Decline", I think the MORE LIKELY SCENARIO here...is that we WILL NOT VIOLATE the June low at 42.05. In which case, THE OPTIMUM BUY-ZONES should be at either of our two next closest support levels. Which, are now at 45.94-45.18 AND 42.82-42.20. Anyhow, either way, we ought to be very close to starting A MAJOR, "Primary wave-3", OR "wave-c ADVANCE"! The upside projections for which, still point to A BARE MINIMUM TARGET AROUND THE 62.05-63.50 LEVEL. In addition to the KEY, "wave-4-of-one-lesser-degree"...at 62.58, this area also incorporates a 30.9%-retracement from the 2008 all-time-high, AND appreciations of 138.2% and 50% from the 2016 and 2017 lows. IF it is indeed possible to label a completed advance-off the 2017 low...when this area is hit, however, then a rather "CRITICAL JUNCTURE" will be at hand. At that point, IF a big, "5-wave drop" happens to occur, then we could be looking at A MAJOR DOWNTURN? However, IF my Preferred Count is correct, then we'll probably ONLY SEE A MODERATE, 1-YEAR, "Primary wave-4 correction" ,i.e., BEFORE the stage is then set for A POWERFUL, "Primary wave-5 ADVANCE". And, of course, if this resistance area IS VIOLATED, then prices could EXTEND significantly higher, BEFORE the aforementioned, "juncture" is actually at hand.

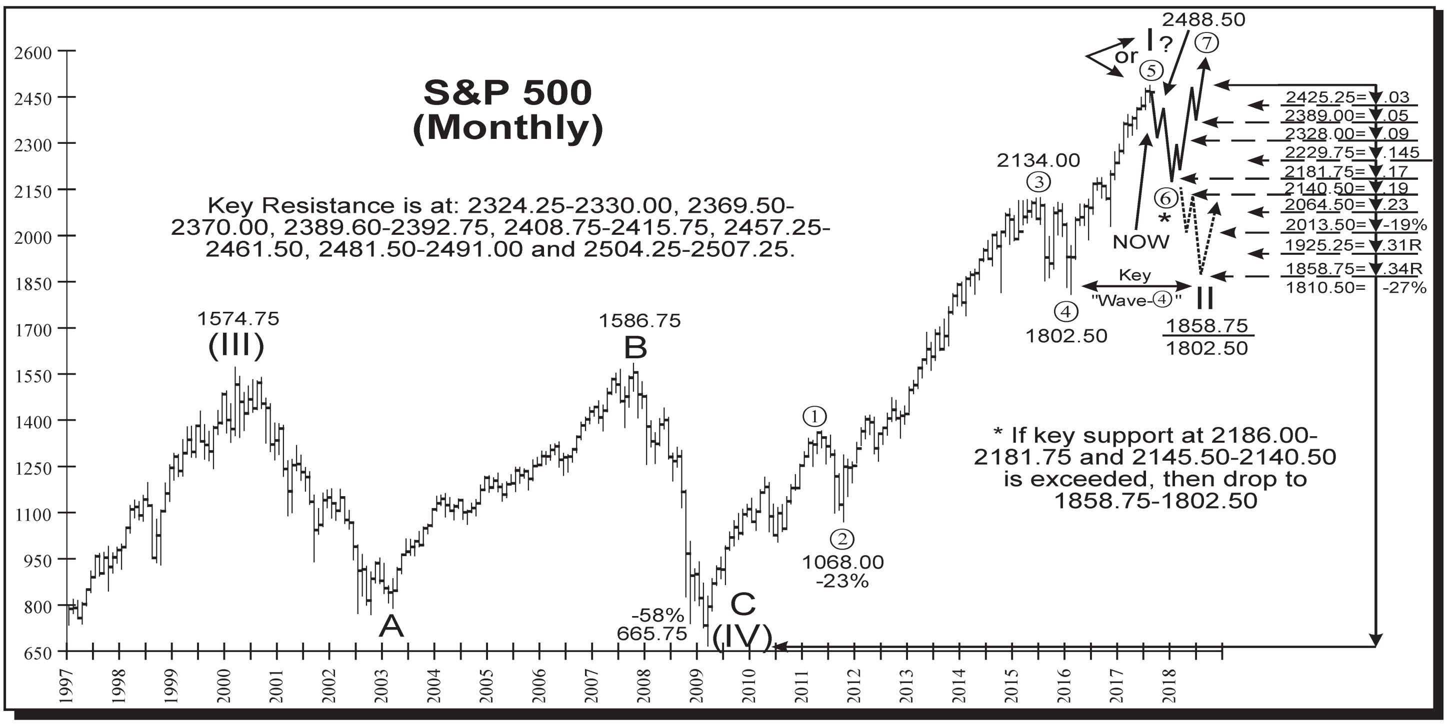
SILVER



Although the drop into the July 2017 low at 15.15 in silver DID OCCUR very close to our longstanding, MINIMUM TARGET AT THE 15.48-15.28 LEVEL, it's unfortunate that the "pattern" between April-and-June COMPLICATED the count. Note, because the ONLY WAY to make a case for a completed decline from the 2016 high...IS IF the intervening, "wave-b advance" peaked in June 2017; NOT April 2017, we're currently UNABLE to rule-out the possibility of...ONE MORE HARD DROP. Note, because this development suggests that the larger decline from the July 2016 top could be unfolding into a "Double-Three", the current up-move could be JUST a "wave-b correction". In which case, BEFORE a highly-bullish count is actually at hand, we'll need to trace-out A FINAL, "c-wave DECLINE". Given this scenario, prices would have to at least RE-TEST the July low at 15.15; IF NOT DROP TO OUR BIG/MAX SUPPORT AREA AT ABOUT 14.56-14.44. Of course, IF we were lucky enough to witness such a development, we'd presumably have AN FANTASTIC BUYING OPPORTUNITY! At this point, however, because this interpretation implies that we'd have to HIT THE FINAL LOW BY LATE SEPT/EARLY OCT 2017, our "time" analysis now suggests that such a large drop probably WON'T occur by then. Note, for this scenario to work, prices would have to FALL BETWEEN $2.35-AND-$2.95...WITHIN THE NEXT 5-WEEKS OR SO. Thus, at this point, were effectively going to STAY AT LEAST LIGHTLY LONG, provided the DEC silver now HOLDS KEY SUPPORT AT ABOUT 17.00-16.80. In essence, IF we've ALREADY FINISHED the "CYCLE-WAVE-B DECLINE" from the 2016 top, which appears to be ABOUT A 65%-PROBABILITY, then this market should now REMAIN IN A FAIRLY STEADY UPTREND...UNTIL PRICES REACH OUR MINIMUM TARGET AT THE 22.56-22.78 LEVEL. This area yields the KEY, EQUAL WAVES "A-and-C" projection, the 41.15%-23.6%-retracement combination from the 1980 and 2011 highs, AND "appreciations" of 65.45% and 50% from the 2016 and 2017 lows. The MAX UPSIDE TARGET, however, now appears to be at the 24.05-24.66 level?

S&P 500

Although I can make a decent case for either a completed, "Primary wave-5", OR "CYCLE-WAVE-I ADVANCE" in the S&P; at the August 8 high of 2488.50, the drop from that peak has so far NOT been large enough to confirm either count. Note, we'd now need to TAKE-OUT the August 21 low at 2415.75, in order to strongly confirm A BEARISH interpretation. Overall, however, considering that this market HAS NOT experienced a "depreciation" of more than "3.4%"...since the Nov 2016 low, the "RISK" of a substantial decline is growing with each passing day. At any rate, while it's quite possible that prices will first stage another test of KEY RESISTANCE AT THE 2481.50-2491.00 LEVEL, OR EVEN REACH OUR NEXT HIGHER RESISTANCE AREA AT 2504.25-2507.25, the forecast depicted on the Monthly S&P Chart, basically shows the TWO MOST LIKELY COUNTS that are apt to be at hand...soon. Given the first scenario, which indicates that the next larger decline will ONLY produce a "Primary wave-6 drop", of the same-degree as the 2015-2016/ "wave-4 setback", we ought to see AT LEAST A 9-MONTH DECLINE OF ABOUT 300.00-POINTS. However, IF this "juncture" actually marks the END of an initial, "CYCLE-WAVE-I ADVANCE" from the 2009 bottom, then we'd obviously be looking at A MUCH LARGER DECLINE! Given this scenario, which would probably be A LOT BETTER for the overall market...in the long run, prices will presumably end-up FALLING ALL THE WAY BACK TO AT LEAST THE KEY, "wave-4-of-one-lesser-degree". Which, along with numerous other projections, currently points to A DOWNSIDE TARGET AT THE 1858.75-1802.50 LEVEL. By the way, the actual figure stems from the Feb 2016 low at 1802.50. Anyhow, while this scenario would be "scary" initially, it would imply that the entire 2009-2017 advance has completed JUST AN INITIAL, "WAVE-I".



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