

## Authors

Geordie Wilkes

MON 10 OCTOBER 2022 10:05

# Softs Technical Charts

## NY 2nd Month Sugar Futures



NY sugar has been bid in recent sessions causing prices to close at 17.80. The stochastics have given buy signal and are pushing higher towards overbought, but futures have failed to break above the 40DMA at 17.82. The MACD diff is positive once again and the two strong candles suggest higher prices towards 18. However, the long term trend remains on the downside as rallies into the 40 DMA have repeatedly failed. This could set the scene for a retracement back towards 17, with the recent low at 16.75. To confirm the improving sentiment, prices need to break above 18 in higher volumes, we would expect any rally to find strong resistance between 18.17-18.44.

10 Day % K Stochastic 62.17 Rising

10 Day % D Stochastic 50.49 Rising

14 Day RSI 52.25 Rising

Support 17.48 17.25 16.68

Resistance 17.82 18.00 18.17

Moving Averages (10,40,100) 17.48 17.82 18.41

Open Interest 685,866 (+2,734) Volume

Source: ICE

# Ldn 2nd Month Sugar Futures



Friday's recovery back above 505.40 could set the scene for a close at 509.40. The stochastics rising with the gap between them rising outlining momentum on the upside towards overbought. The MACD diff is positive and diverging suggesting higher prices in the near term towards 512.90. Thursday's full candle and Friday's recovery below 505 suggest buying pressure but volumes are low. Trading volumes need to confirm the move higher, we could see prices test 512.90 in the near term before the 100 DMA. Lack of appetite for prices around 512.90 may set the scene for a correction back towards 500.

10 Day % K Stochastic	68.12 Rising		
10 Day % D Stochastic	44.22 Rising		
14 Day RSI	50.81 Rising		
Support	503	500	495
Resistance	512.90	517.10	524.72
Moving Averages (10,40,100)	496.28	517.10	524.72
Open Interest	83,885 (+1,328)	Volume	

Source: ICE

# NY 2nd Month Coffee Futures



Prices consolidated on Friday after prices tested support and resistance, and the market closed 208.25. The stochastics are oversold and falling, suggesting weak sentiment. The MACD diff is falling and negative as well, this could trigger further losses back to 200, which would confirm the bearish engulfing candle on Thursday. We have seen a band of support at 200-206 and this may prompt prices to push back towards 221.33. In the longer turn, we have seen coffee prices trade a 200-240 range, and the bulls need to see a close back above 212.60 and then 221 in order to indicate improving sentiment.

10 Day % K Stochastic	20.53	Falling		
10 Day % D Stochastic	24.13	Falling		
14 Day RSI	41.20	Falling		
Support	202.30	200	195	
Resistance	212.60	215	221.33	
Moving Averages (10,40,100)	213.03	221.33	220.49	
Open Interest	187,390 (+1,997)	Volumes	40,440	

Source: ICE

# Ldn 2nd Month Coffee Futures



London prices gained ground on Friday but intraday trading failed to break above resistance at 2159. The volumes are rising, but the 10DMA is falling and this will act as resistance in the near term. The MACD diff is negative as well and this confirm the recent trend and prompt a test of support 2116. The descending triangle is still intact, but a break below 2116 would trigger losses back through 2100. On the upside, futures need to break above the 10DMA and then 2200. If the band of support between 2117-2160 could trigger gains towards 2200.

10 Day % K Stochastic	16.22	Falling	
10 Day % D Stochastic	18.67	Falling	
14 Day RSI	42.29	Rising	
Support	2116	2100	2085
Resistance	2168	2200	2215
Moving Averages (10,40,100)	2168	2227	2116
Open Interest	92,724 (+812)	Volumes	15,336

Source: ICE

# NY 2nd Month Cocoa Futures



NY cocoa prices failed to push higher on Friday, after finding support from the long term resistance. The close at 2381 could trigger gains towards 2420 and the market could break above this level after reaffirming support at the now trend support. The stochastics are rising and the MACD diff is positive and continues to diverge, which could trigger gains through 2420. Resistance at 2420 has been strong in recent months and this could trigger losses back through 2300, if trend support holds firm this could trigger robust gains.

10 Day % K Stochastic	79.36	Neutral		
10 Day % D Stochastic	68.95	Rising		
14 Day RSI	53.11	Rising		
Support	2360	2314	2310	
Resistance	2400	2420	2450	
Moving Averages (10,40,200)	2310	2360	2495	
Open Interest	311,676 (-3,737)	Volumes		

Source: ICE

# Ldn 2nd Month Cocoa Futures



Ldn cocoa prices surged higher on Friday as appetite for higher prices caused at close at 1939. The stochastics are rising further into overbought, and this shows positive sentiment, as the MACD diff is positive and diverges. Buying pressure is strong shown by the full candles. A breach and close above 1950 would confirm this sentiment. On the downside, rejection of prices above 1950 could trigger losses back to 1930 before 1900. We expect prices to remain on the front foot in today's session.

10 Day % K Stochastic	85.95 Rising		
10 Day % D Stochastic	76.91 Rising		
14 Day RSI	69.33 Rising		
Support	1930	1900	1884
Resistance	1950	1966	2000
Moving Averages (50,100,200)	1842	1797	1781
Open Interest	278,324 (+3,220)	Volumes	33,362

Source: ICE

## Risk warning

This is a marketing communication. The information in this report is provided solely for informational purposes and should not be regarded as a recommendation to buy, sell or otherwise deal in any particular investment. Please be aware that, where any views have been expressed in this report, the author of this report may have had many, varied views over the past 12 months, including contrary views.

A large number of views are being generated at all times and these may change quickly. Any valuations or underlying assumptions made are solely based upon the author's market knowledge and experience.

Please contact the author should you require a copy of any previous reports for comparative purposes. Furthermore, the information in this report has not been prepared in accordance with legal requirements designed to promote the independence of investment research. All information in this report is obtained from sources believed to be reliable and we make no representation as to its completeness or accuracy.

This report is not subject to any prohibition on dealing ahead of the dissemination of investment research. Accordingly, the information may have been acted upon by us for our own purposes and has not been procured for the exclusive benefit of customers. Sucden Financial believes that the information contained within this report is already in the public domain. Private customers should not invest in these products unless they are satisfied that the products are suitable for them and they have sought professional advice. Please read our full risk warnings and disclaimers ([www.sucdenfinancial.com/en/risk-warning-and-disclaimers](http://www.sucdenfinancial.com/en/risk-warning-and-disclaimers)).