

Source: ICE

Ldn 2nd Month Sugar Futures



Ldn sugar gapped lower, but struggled to break below 40 DMA, triggering a strong gain during the day to close at 552.30. The stochastics continued to weaken, and the MACD diff converged on the downside, highlighting yesterday's break below solid support. Volumes are also weakening, suggesting futures could remain at current ranges in the near term. To confirm this, futures need to hold support at 40 DMA at 541.91, but we expect futures to struggle above 553.20. On the upside, if this level does not hold, we could see marginal losses to 540 and 530, respectively. We expect futures to test the 40 DMA today once again, but to remain supported above it.

10 Day % K Stochastic	47.91 Falling		
10 Day % D Stochastic	59.93 Falling		
14 Day RSI	51.77 Falling		
Support	541.91	540	525
Resistance	553.20	560.12	575.40
Moving Averages (10,40,100)	560.12	541.91	524.83
Open Interest	85,759 (+504)	Volume	

Source: ICE

NY 2nd Month Coffee Futures



NY coffee futures jumped higher yesterday and managed to close above all the moving average resistance levels at 183.25. The indicators suggest we could see higher prices in the near term. The stochastics have converged and are now rising, and the MACD diff is positive and diverging on the upside, confirming the trend. The RSI is rising, and we expect futures to edge higher in the near term towards 200. However, the futures first need to take out the robust level on the upside at 190. On the downside, if futures fail into 180 again, then we could see prices break back below moving averages at 175. We expect futures to firm in the near term, and with futures breaking above the DMAs, this suggests further upside pressures in the near term.

10 Day % K Stochastic	66.41 Rising		
10 Day % D Stochastic	62.87 Rising		
14 Day RSI	66.04 Rising		
Support	176.46	174.35	170
Resistance	185	190	200
Moving Averages (10,40,100)	176.46	166.04	174.87
Open Interest	208,918 (-42)	Volumes	

Source: ICE

Ldn 2nd Month Coffee Futures



Ldn coffee strengthened yesterday, as moderate buying pressure triggered a close on the front foot at 2070. The stochastics are rising, with %K/%D diverging on the upside towards overbought after converging on the upside. The MACD diff converged back on the upside. A long bullish candle body with short lower wicks suggests growing buying pressures; this could set the scene for higher prices to break above the 2082 level. This would confirm the trend for rising prices, up to 2100. On the downside, a breach of support at 10 DMA at 2047 would strengthen the bearish momentum. This could also trigger losses towards 2000. Indicators point to higher prices, but futures need to break above 2080 to confirm the outlook.

10 Day % K Stochastic	68.15 Rising		
10 Day % D Stochastic	69.98 Rising		
14 Day RSI	65.26 Rising		
Support	2047	2000	1953
Resistance	2082	2100	2131
Moving Averages (10,40,100)	2047	1934	1941
Open Interest	99,963 (-181)	Volumes	

Source: ICE

NY 2nd Month Cocoa Futures



NY cocoa futures edged above the previous day's closing price, but the bullish momentum was not strong enough, and futures closed lower on the day at 2659. The stochastics continue to rise, and the MACD diff is negative and converging. The rejection of prices above 2671 has formed a candle with a narrow body, but a long wick on the upside, a shooting star formation, suggesting a lack of conviction to break above the near-term resistance. If prices were to break above this level, this could trigger a test of 2700. To confirm the shooting start formation, futures need to take out 10 DMA at 2628 and then robust support of 40 DMA at 2615. A break below this level would confirm the outlook for lower prices.

10 Day % K Stochastic	54.94 Rising		
10 Day % D Stochastic	45.32 Rising		
14 Day RSI	58.69 Falling		
Support	2628	2615	2600
Resistance	2671	2700	2710
Moving Averages (10,40,200)	2628	2615	2452
Open Interest	279,057 (+3,622)	Volumes	

Source: ICE

Ldn 2nd Month Cocoa Futures



Ldn cocoa edged higher yesterday, as intraday trading caused futures to test appetite at 2050, and the market closed below at 2049. Stochastics are rising, and %K/%D is diverging on the upside in overbought, confirming the building upside momentum of the trend in the near term. The MACD diff is positive and diverging, suggesting growing buying pressure. To maintain positive momentum, prices must close above 2050 and then target 2059, which is the October high. On the downside, the rejection of prices above 2050 could trigger losses back to 2015 before targeting 2000. Buying pressure remains weak, but indicators point to growing upside momentum. The reaffirmation of support above 2015 could strengthen the outlook of higher prices.

10 Day % K Stochastic	74.65 Rising		
10 Day % D Stochastic	68.46 Rising		
14 Day RSI	64.05 Falling		
Support	2015	2000	1980
Resistance	2050	2055	2060
Moving Averages (50,100,200)	1980	1956	1870
Open Interest	275,930 (+4,490)	Volumes	

Source: ICE

Risk warning

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