

## Authors

Daria Efanova  
Head of Research

WED 05 APRIL 2023 09:30

# Softs Technical Charts

## NY 2nd Month Sugar Futures

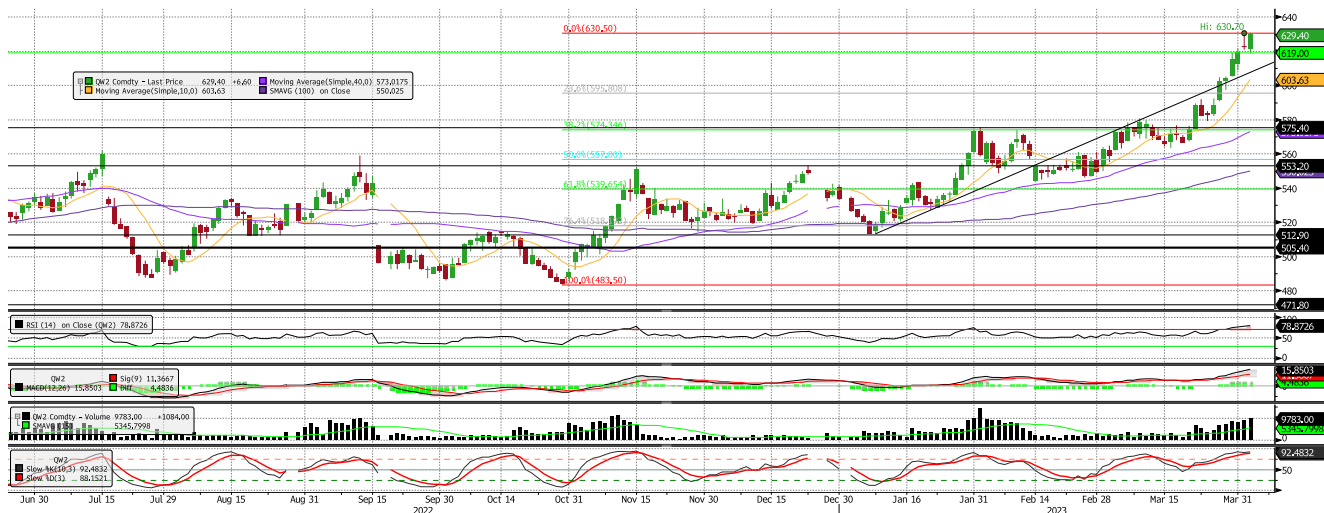


NY sugar prices gained ground yesterday, testing resistance at 22.00 once again, triggering a close at 22.07. The stochastics favour the upside, but %K/%D are flattening out in the overbought. The MACD diff is positive and diverging, pointing to an improved outlook in recent days. The RSI is rising, and yesterday's candle suggests we could see prices challenge 22.00 again in the near term. In the medium term, futures need to hold above this level before targeting 22.50. On the downside, a break below the 21.75 support level could trigger losses back to 10 DMA at 21.08 and then 20.94. Narrow candle bodies point to a softer appetite above the current resistance level. We anticipate prices to improve today, retesting the near-term resistance as moderate buying pressure continues.

10 Day % K Stochastic	89.11	Rising	
10 Day % D Stochastic	82.34	Rising	
14 Day RSI	74.61	Rising	
Support	21.75	21.50	21.08
Resistance	22.00	22.50	22.60
Moving Averages (10,40,100)	21.08	20.32	19.40
Open Interest	989,483 (+31,075)	Volume	

Source: ICE

# Ldn 2nd Month Sugar Futures



Ldn sugar futures gained ground yesterday after prices found support at 620 once again; this triggered a close at 629.40. The stochastics are rising, but the gap between %K and %D is narrowing, which could suggest a growing downside impetus. The MACD diff is positive and flat after the recent upside, suggesting we could see futures slow on the upward momentum. In order to suggest higher prices, futures need to close above the current resistance and 630.50. On the downside, if current resistance holds firm, this could prompt a break of current support at 620, setting the scene for lower prices at trend support. Futures have been trading flat in recent days, but yesterday's long candle body points to appetite to test the 630 level, which we could see reattempted today.

10 Day % K Stochastic	92.48	Rising	
10 Day % D Stochastic	88.15	Rising	
14 Day RSI	78.87	Rising	
Support	619	603.63	600
Resistance	630.70	650	655
Moving Averages (10,40,100)	603.63	573.01	550.02
Open Interest	93,003 (+955)	Volume	

Source: ICE

# NY 2nd Month Coffee Futures



Prices weakened marginally yesterday as moderate selling pressure triggered a close at 173.95. The MACD diff is negative and converging. The stochastics are rising, and the inside day yesterday suggests a continuation of the recent trend on the upside. A dip below 100 DMA was quickly recovered, and a recent candle break above this level could point to further upside momentum, but recent resistance at moving averages seems robust, and if this level holds, prices could come back and trade within the range. Conversely, a fall below the recent support could trigger losses to 160. The indicators point to further upside momentum, but candles need to break above the short-term moving averages to confirm this in the longer term.

10 Day % K Stochastic	38.59	Rising		
10 Day % D Stochastic	33.23	Rising		
14 Day RSI	47.78	Falling		
<b>Support</b>	171.85		169.87	160
<b>Resistance</b>	178.79		180	190
<b>Moving Averages (10,40,100)</b>	173.46		178.79	169.87
<b>Open Interest</b>	202,250	(-770)	Volumes	

Source: ICE

# Ldn 2nd Month Coffee Futures



Ldn coffee futures strengthened yesterday as protracted buying pressure triggered a close on the front foot at 2219. The RSI is rising, while %K/%D is diverging towards the overbought. Likewise, the MACD diff is positive and diverging. On the upside, finding support above 2200 could trigger gains through 2219, the recent highs, towards 2250. On the downside, a break below the 10 DMA at the 2167 level could trigger losses back towards the 40 DMA at 2127. That level has been supporting futures prices, and a break below it would signal strong selling pressure. Longer lower wick signals that the buying pressure is growing, and the bullish outlook is on the horizon.

10 Day % K Stochastic	73.76	Rising		
10 Day % D Stochastic	68.00	Rising		
14 Day RSI	62.03	Rising		
Support	2200		2167	2127
Resistance	2220		2250	2300
Moving Averages (10,40,100)	2167		2127	1983
Open Interest	111,067	(+905)	Volumes	

Source: ICE

# NY 2nd Month Cocoa Futures



NY cocoa futures gained ground yesterday after prices found support at the trend level, this triggered a close at 2882, off the high of 2918. The stochastics are falling, with %K leaving the overbought territory and converging up the downside with %D. The MACD diff is positive but is starting to converge, suggesting we could see futures test support at the trendline at 2840 once again. On the downside, in order to confirm lower prices, futures need to close below this level down to 2800. The full bullish candle yesterday suggests a resilient appetite for higher prices. We expect further upside in the near term.

10 Day % K Stochastic	76.51	Falling		
10 Day % D Stochastic	82.45	Falling		
14 Day RSI	62.55	Rising		
Support	2840		2800	2754
Resistance	2900		2930	2950
Moving Averages (10,40,200)	2856		2754	2502
Open Interest	400,547	(+7,640)	Volumes	

Source: ICE

# Ldn 2nd Month Cocoa Futures



Ldn cocoa futures held their nerve yesterday, causing the market to close at 2144. The stochastics are falling, with %K/%D diverging on the downside out of overbought, and the MACD diff is positive and converging, suggesting lower prices in the near term. To confirm the outlook of lower levels, futures need to close back below 2100 and then target 50 DMA at 2086. This level, however, is closing in and supporting prices on the downside. If prices find support at current levels, this could trigger gains to 2150 and then 2175. The narrow candle body with long upper and lower wicks points to market uncertainty about the direction of the move, and the futures need to break above the current resistance to confirm the near-term outlook.

10 Day % K Stochastic	74.57	Falling
10 Day % D Stochastic	78.78	Falling
14 Day RSI	57.44	Rising
Support	2100	2086 2050
Resistance	2250	2275 2290
Moving Averages (50,100,200)	2086	2026 1931
Open Interest	296,495 (+759)	Volumes

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)).