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# Softs Technical Charts

## NY 2nd Month Sugar Futures



NY sugar futures opened above the previous day's close on Friday; however, resistance at 21.50 once again held firm, causing futures to settle at 21.08. The upside appetite is waning, and the indicators confirm this, with the %K/%D near the overbought and now converging on the downside. Likewise, the MACD diff is positive and converging, suggesting growing selling pressures. To confirm the change of momentum, futures must break below the 21.00 level before targeting 20.86, which is now edging lower, providing more room for the downside in the near term. Alternatively, the resistance at 21.50 is robust, and a breach of this level could trigger gains to 22.00. A lack of impetus above 21.50 and the indicators point to waning buying pressure, and we could see moderate softness in the near term.

10 Day % K Stochastic	Neutral Falling		
10 Day % D Stochastic	Neutral Rising		
MACD (12, 26)	Positive Converging		
Support	21.00	20.86	20.00
Resistance	21.50	22.00	22.62
Moving Averages (10,40,100)	20.86	22.62	24.68
Open Interest	804,031 (-5,776)	Volume	82,594

Source: ICE

# Ldn 2nd Month Sugar Futures



Ldn sugar opened on the front foot on Friday but struggled to break above the resistance at 615, closing at 600.24. The indicators point to waning upside pressures, with the %K/%D overbought and stalling and the MACD diff being positive and flat in recent days. The recent market trading has formed an ascending triangle. A break above the robust resistance at 615 could trigger that formation and suggest higher prices in the near term, to 628.10 and 644.98, respectively. However, while we expect prices to break higher in the near term, today's trading is set to remain on the back foot, with the resistance at 615 holding firm.

10 Day % K Stochastic	Overbought Flat		
10 Day % D Stochastic	Overbought Rising		
MACD (12, 26)	Positive Flat		
Support	600	580.70	574.00
Resistance	615	628.10	644.98
Moving Averages (10,40,100)	600.24	644.98	690.12
Open Interest	78,908 (+1,048)	Volume	12,020

Source: ICE

# NY 2nd Month Coffee Futures



NY coffee futures weakened on Friday, breaking below the 180 support to close at 177.35. The stochastics are oversold and are seen diverging on the downside once again, and the MACD diff is negative and weakened slightly on Friday. The 180 support has been robust in recent days, and a break below this level could trigger further losses to 171.85 and 170, respectively. This would also confirm the formation of a descending triangle, which could create further impetus on the downside. Alternatively, on the upside, the shorter-term DMAs are now holding firm with 40 and 10 DMA at 181.74 and 182.15, respectively. We expect to see further softness in the near term. Indeed, the recent days' longer upper wick suggests that the bulls are struggling to get hold of the market during the day, causing continued price decline.

10 Day % K Stochastic	Oversold Falling		
10 Day % D Stochastic	Oversold Falling		
MACD (12, 26)	Negative Diverging		
Support	175	171.85	170
Resistance	182.15	188.50	190
Moving Averages (10,40,100)	182.15	181.74	166.79
Open Interest	218,974 (-1,421)	Volumes	42,413

Source: ICE

# Ldn 2nd Month Coffee Futures

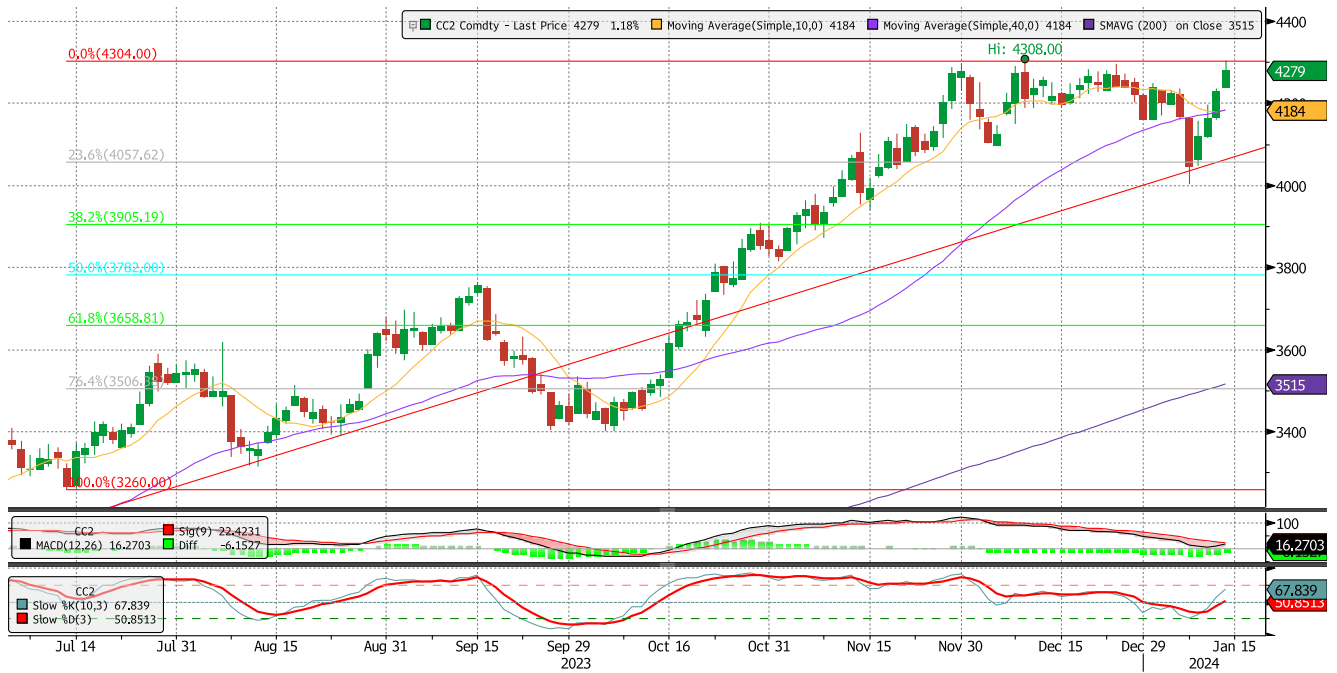


Ldn coffee futures held their nerve on Friday as prices struggled to breach the 2970 level once again. The market closed below at 2939. A gravestone doji formation that materialised in recent days suggests that while there is little incentive for prices to fall, the appetite is lacking to push prices significantly higher. Indeed, the indicators continue to strengthen, with the %K/%D edging closer to the overbought, while the MACD diff is negative and converging. A breach into a positive territory could provide the buy signal to push prices higher. In the meantime, we expect futures to hold above the 2900 level as futures remain elevated.

10 Day % K Stochastic	Neutral Rising		
10 Day % D Stochastic	Neutral Rising		
MACD (12, 26)	Negative Converging		
Support	2862	2800	2790
Resistance	2970	3000	3015
Moving Averages (10,40,100)	2863	2697	2521
Open Interest	109,589 (+1,522)	Volumes	17,300

Source: ICE

# NY 2nd Month Cocoa Futures



NY cocoa futures strengthened on the upside once again on Friday, closing at 4279. The Friday candle followed the formation of three white soldiers. However, the most recent candle struggled above the 4304 resistance, settling just below. A lack of appetite above this level was also underscored by growing upper wick. Still, the indicators point to further gains in the near term, with %K/%D diverging on the upside as the MACD diff is negative and converging. Still, we expect futures to struggle above the 4308 level in the near term, and the upside might stall as markets gauge the appetite for further gains.

10 Day % K Stochastic	Neutral Rising		
10 Day % D Stochastic	Neutral Rising		
MACD (12, 26)	Negative Converging		
Support	4200	4184	4057
Resistance	4304	4350	4400
Moving Averages (10,40,200)	4184	4184	3515
Open Interest	316,620 (+1,488)	Volumes	58,200

Source: ICE

# Ldn 2nd Month Cocoa Futures



Ldn cocoa futures strengthened on Friday, breaching the 40 DMA resistance to settle at 3475. The stochastics point further gains in the near term. The %K/%D is diverging on the upside, and the MACD diff just converged on the upside – a strong buy signal. To confirm further gains, futures must break above the trendline at 3470 completely before targeting the 3500 level. Alternatively, a fall back below the 40 DMA level at 3451 could set the scene for lower prices to 10 DMA at 3398. We expect futures to continue the upward trend in the near term.

10 Day % K Stochastic	Neutral Rising		
10 Day % D Stochastic	Neutral Rising		
MACD (12, 26)	Negative Converging		
Support	3451	3400	3398
Resistance	3480	3500	3570
Moving Averages (10,40,100)	3398	3451	2828
Open Interest	336,873 (-20,583)	Volumes	51,247

Source: ICE

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