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Daily Softs Technical Charts

NY 2nd Month Sugar Futures



NY sugar weakened yesterday as moderate selling pressure triggered a close below 100 DMA level of 14.95; the market closed at 14.85. The stochastics are falling moderately, and %K/%D is trading in the oversold, still diverging. The MACD is negative, however, lacks conviction, and the doji candle formation supports market indecisiveness. A break below 100 DMA is a strong sell signal, however, prices struggled below 14.75, and in order to confirm the continuation of bearish momentum, prices need to break below the current support at 14.75 and then 14.52. Conversely, a break back above 100 DMA resistance level could set the scene for a test of 10 DMA at 15.22. We expect prices to weaken further and remain on the back foot, however, a break below current support at 14.75 is needed to confirm that outlook.

10 Day % K Stochastic	9.77	Falling		
10 Day % D Stochastic	14.39	Falling		
14 Day RSI	37.56	Rising		
Support	14.75		14.52	14.35
Resistance	14.97		15.14	15.29
Moving Averages (10,40,100)	15.14		15.77	14.97
Open Interest	1,048,321	(-6,746)	Volume	88,681

Ldn 2nd Month Sugar Futures



Ldn sugar futures weakened yesterday as it closed below the trend support at 424.20. The stochastics continue to fall as they edge towards the oversold. The MACD diff is negative and diverging, pointing to growing selling pressure. A break below 420 would confirm the outlook for lower prices and the three black crows formation, a clear bearish sentiment. This may pave the way for lower prices to 414.40, with the tertiary level at 409.70. Conversely, the reaffirmation of support above trend resistance at 425 would suggest higher prices and a close above 427.50, setting the scene for higher prices towards 429.50. Long upper wick suggests appetite for higher prices, however, the bears persevered and closed the futures near the previous day's lows. The indicators point to a further decrease in prices in the near term.

10 Day % K Stochastic	12.64	Falling	
10 Day % D Stochastic	19.11	Falling	
14 Day RSI	37.55	Rising	
Support	423.54	420	410
Resistance	427.60	429.50	432.05
Moving Averages (10,40,100)	432.05	444.98	424.97
Open Interest	87,260 (+404)	Volume	10,195

NY 2nd Month Coffee Futures



NY coffee futures sold off yesterday after investors rejected prices above 129.51, prompting a close below 125.75 and 100 DMA at 125.36, at 124.65. The stochastics are falling, with RSIs in neutral territory; the %K/%D is edging close to the oversold territory, suggesting for short-term negative trend. The MACD diff is negative and diverging, indicating improving sentiment on the downside. To confirm another bearish candle, prices need to break below the 38.2% fib support level at 121.50 before the 120 level. On the upside, to regain upside conviction, futures need to close back above 23.6% fib level at 129.51 and then 131 in the near term. Near term momentum is on the downside, the close below the longer-term DMA confirms this trend.

10 Day % K Stochastic	17.97	Falling	
10 Day % D Stochastic	26.68	Falling	
14 Day RSI	38.24	Falling	
Support	121.50	120	128
Resistance	129.51	129.57	130.16
Moving Averages (10,40,100)	129.57	130.16	125.36
Open Interest	283,192 (+921)	Volumes	29,579

Ldn 2nd Month Coffee Futures



Ldn coffee futures lost ground yesterday after prices failed into 10 and 40 DMA support levels, prompting a close at 1373. The stochastics are falling, with %K/%D converging on the downside near the oversold, and the MACD diff is negative and diverging as futures failed to confirm the outlook for higher prices after failing into 1387. Futures need to close above 40 DMA at 1395 and then target 1400 in the near term. On the downside, the long candle suggests increased appetite lower prices. On the downside, prices need to close below the trend support before targeting 1350. The indicators suggest an impending market downturn, and we expect prices to continue to fall in the near term.

10 Day % K Stochastic	45.86	Falling		
10 Day % D Stochastic	46.50	Falling		
14 Day RSI	45.86	Falling		
Support	1370		1365	1350
Resistance	1395		1400	1417
Moving Averages (10,40,100)	1387		1395	1375
Open Interest	116,219	(-683)	Volumes	8,411

Source: ICE

NY 2nd Month Cocoa Futures



NY cocoa futures sold off yesterday as protracted selling pressure triggered a break of support at 2414 before closing at 2384. The stochastics are falling, with %K/%D converging in the oversold, and the MACD diff is negative and diverging, suggesting we could see prices continue to weaken in the near term. The close just off the low and the bearish indicators suggest we could see prices fall further and test 2355 in the coming sessions. The market was well supported above 2370 level, the candle's lows, in recent sessions, creating a double bottom formation, then this could prompt a test back of 2513 once again. The bulls need to close above 100 DMA at 2457 in order to gain a foothold in the market and pave the way for higher prices in the longer run. Selling pressure has been strong, however we could see a change of trend if prices find support at current levels.

10 Day % K Stochastic	16.37	Falling	
10 Day % D Stochastic	19.38	Falling	
14 Day RSI	33.17	Falling	
Support	2355	2300	2290.95
Resistance	2457	2482	508
Moving Averages (10,40,200)	2482	2508	2457
Open Interest	123,286	(+1,073)	Volumes
			82,981

Ldn 2nd Month Cocoa Futures



Prices weakened yesterday as protracted selling pressure triggered a close below the 50% fib support level at 2301; the market closed at 2278. The stochastics are falling, with %K/%D in the oversold, and the MACD is negative but lacks the conviction to confirm the outlook. The dip has been well bid after market uncertainty in the last couple of sessions, breaking out of the narrow trading range, but in order to confirm the outlook for lower prices, futures need to break below the current support at 2250. Conversely, a break above 10 DMA at the 2335 resistance line could set the scene for a test of 2355. With short term DMA about to cross below the longer term one, we could see a continuation in a bearish trend, however, the prices need to break below current support to confirm the outlook for lower prices.

10 Day % K Stochastic	40.72	Falling
10 Day % D Stochastic	53.54	Falling
14 Day RSI	50.21	Falling
Support	2236	2228 2211
Resistance	2334	2355 2373
Moving Averages (10,40,100)	2334	2374 2324
Open Interest	212,749 (-1,591)	Volumes 31,783

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