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Daily Softs Technical Charts

NY 2nd Month Sugar Futures



NY sugar futures gained ground yesterday as protracted buying pressure prompted a test of the 15.60 level once again to close on the front foot at 15.50. The stochastics are rising, and the %K/%D seen diverging towards the overbought territory, highlighting growing buying pressures. The MACD diff is positive and diverging. On the upside, futures need to break above 40 DMA at 15.67 and then target the 16.00; however, prices struggle above that level in recent weeks. On the downside, the break below 15.29 could set the scene for lower prices towards the support of 100 DMA at 15.05. A possible cross of 10 DMA above 100 DMA today could confirm a strong buy signal. We believe that prices will strengthen in the near term.

10 Day % K Stochastic	77.66	Rising	
10 Day % D Stochastic	60.88	Rising	
14 Day RSI	57.11	Rising	
Support	15.29	15.14	15.01
Resistance	15.67	15.71	15.75
Moving Averages (10,40,100)	15.14	15.67	15.06
Open Interest	1,049,685 (+6,309)	Volume	204,331

Source: ICE

Ldn 2nd Month Sugar Futures



Ldn sugar futures consolidated yesterday as buying pressure triggered a close on the front foot at 430.80. The stochastics are rising, as the MACD diff just crossed on the upside, signalling a buy trend in the near term. This suggests we could see higher prices in the near term towards 40 DMA at 440.24, but the market needs to take out immediate resistance at 436.70 beforehand, the level that futures struggled to take out in the recent sessions. On the downside, support around 427.60 is robust, and if this level does not hold firm, we could see prices retreat back through the 10 DMA at 425.63 before 420. Long upper wick points to the appetite for higher prices, however, futures need to take out 436.70 in order to confirm the outlook on the upside.

10 Day % K Stochastic	68.27	Rising	
10 Day % D Stochastic	52.64	Rising	
14 Day RSI	50.89	Rising	
Support	431.50	427.60	426.60
Resistance	440.19	449.60	452.80
Moving Averages (10,40,100)	426.60	440.19	426.80
Open Interest	76,929 (-192)	Volume	9,854

Source: ICE

Ldn 2nd Month Coffee Futures



Ldn coffee futures edged higher yesterday and managed to close above 10 DMA at 1369. The indicators suggest we could see higher prices in the near term. The stochastics are rising, with %K/%D edged higher out of the oversold territory, and the MACD diff is negative and converging on the upside, suggesting waning selling pressure. The RSI is rising, and we expect futures to edge higher in the near term towards 1376 today, with trend resistance remaining the robust level on the upside. Superseding this level resistance stands at 23.6% fib level at 1385. On the downside, if futures fail into 1350, then we could see futures break back below 38.2% fib level at 1332. Prices struggled above the trend resistance, and if prices break above that level, we could see strong bullish momentum.

10 Day % K Stochastic	30.52	Rising	
10 Day % D Stochastic	27.86	Rising	
14 Day RSI	47.31	Rising	
Support	1360	1350	1332.72
Resistance	1376	1385.57	1396
Moving Averages (10,40,100)	1366	1395	1373
Open Interest	124,373 (-668)	Volumes	16,456

Source: ICE

NY 2nd Month Cocoa Futures



NY cocoa futures strengthened yesterday as protracted buying pressure triggered a close on the front foot at 2441. The RSI is rising, while %K/%D diverging out of the oversold. Likewise, the MACD diff is about to converge on the upside, confirming growing buying pressures. On the upside, finding support above 2434 could trigger gains through 100 DMA at 2462 towards 40 DMA at 2495. On the downside, a break below the 10 DMA at 2400 level could trigger losses back towards 2355. That level has been supporting futures prices, and a break below it would signal a strong selling pressure. Longer upper wick signals that the buying pressure is growing and the bullish outlook is on the horizon.

10 Day % K Stochastic	42.21	Rising	
10 Day % D Stochastic	29.27	Rising	
14 Day RSI	47.99	Rising	
Support	2400	2355	2350
Resistance	2462	2495	2513.50
Moving Averages (10,40,200)	2400	2495	2462
Open Interest	197,256 (+1,976)	Volumes	48,729

Source: ICE

Ldn 2nd Month Cocoa Futures



Ldn cocoa futures surged higher yesterday as intraday trading caused prices to test trend resistance at 2240 and then closed higher at 2245. The stochastics are rising, with %K/%D still in the oversold, and the MACD diff is negative and is converging, outlining the improved outlook on the upside. Long candle body yesterday suggests an appetite for higher prices above the immediate trend resistance before targeting 10 DMA at 2272 in the medium term. On the downside, a break below the 38.2% fib level at 2211 could trigger losses towards the support level at 2200. In order to confirm the outlook for a continued bullish trend, prices need to break completely above the trend resistance. Momentum favours the upside, and we expect this to remain the case in the near term.

10 Day % K Stochastic	22.70	Rising		
10 Day % D Stochastic	5.75	Rising		
14 Day RSI	39.05	Rising		
Support	2211	2200	2190	
Resistance	2272	2301	2332	
Moving Averages (10,40,100)	2272	2369	2332	
Open Interest	210,175 (+1,740)	Volumes	42,276	

Source: ICE

Risk warning

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