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Daily Softs Technical Charts

NY 2nd Month Sugar Futures



NY sugar futures picked up higher yesterday as protracted buying pressure triggered a close on the front foot at 16.72. The RSI is rising, while %K/%D are diverging on the upside in the overbought. The MACD diff is positive and diverging, outlining recent market growth. On the downside, a break back below the support level of 16.00 could trigger losses back towards 10 DMA at 15.82; a break below the 40 DMA at 15.64 would confirm the outlook of lower prices in the longer term. On the upside, a break above 16.85 could trigger gains through trend resistance towards 17.50 – February highs. The market rally has been strong; however, prices have fluctuated around 16.50 and struggled to gain momentum. We could see prices trend even higher today, but futures need to break above 16.85 for this to be the case.

10 Day % K Stochastic	89.59	Rising	
10 Day % D Stochastic	84.15	Rising	
14 Day RSI	66.81	Falling	
Support	15.98	15.63	15.29
Resistance	16.85	17.05	17.52
Moving Averages (10,40,100)	15.98	15.63	15.17
Open Interest	1,021,110	(-10,103)	Volume 176,428

Source: ICE

Ldn 2nd Month Sugar Futures



Ldn sugar futures gained ground yesterday as buying pressure triggered a close on the front foot at 455.10. The stochastics are rising with the %K/%D diverging in the oversold area, as the MACD diff is positive and diverging on the upside. This suggests we could see higher prices in the near term towards 469.60, but the market needs to take out immediate resistance of 460. On the downside, the candle found support at 449.60, and if the prices break through this level, we could see prices retreat back through the 40 DMA at 440.81 before 10 DMA at 440.13. A break above the 449.60 and a bullish candle suggest increased positive momentum, but futures need to take out 460 in order to confirm the outlook on the upside.

10 Day % K Stochastic	84.60	Rising		
10 Day % D Stochastic	78.87	Rising		
14 Day RSI	60.21	Falling		
Support	449.60		442.60	440.44
Resistance	460		465.40	469.60
Moving Averages (10,40,100)	442.97		440.44	429.48
Open Interest	77,622	(+934)	Volume	8,665

Source: ICE

NY 2nd Month Coffee Futures



NY coffee futures gained ground yesterday as protracted buying pressure prompted a test of the 135 level once again to close on the front foot at 134.45. The stochastics are rising, and the %K/%D seen diverging on the upside in the overbought, suggesting a buy signal in the near term. The MACD is positive, however, lacks conviction to suggest an improving sentiment. To confirm another bullish candle, futures need to break above the 135 and then target the 136.15. On the downside, the break below 131 could set the scene for lower prices towards the support of 23.6% fib level at 129.51. However, the market struggled below the immediate support, and the shorter term DMA crossing above the longer-term one suggest a strong buy signal. We believe that prices will strengthen in the near term.

10 Day % K Stochastic	80.73	Rising	
10 Day % D Stochastic	78.14	Rising	
14 Day RSI	59.04	Falling	
Support	131	130.23	129.51
Resistance	135	140	140.45
Moving Averages (10,40,100)	131.58	131.30	127.54
Open Interest	275,647	(-3,829)	Volumes 42,274

Source: ICE

Ldn 2nd Month Coffee Futures



Ldn coffee futures failed above 40 DMA once again yesterday as prices closed at 1398. The stochastics are rising, with %K/%D entering the overbought territory. The MACD is positive and diverging, pointing to higher prices in the near term. The rejection of higher prices may prompt a break back towards trend support at 1376, a subsequent breach of this level could trigger losses towards 100 DMA at 1373. On the upside, a break of 40 DMA at 1398 and then 1400 may prompt futures to retest March highs at 1420. A subsequent breach of this level would prompt prices to regain upside momentum in the near term. Long upper and short lower wicks point to an appetite for higher prices; however, the future needs to break above 40 DMA to confirm the outlook.

10 Day % K Stochastic	82.02 Rising		
10 Day % D Stochastic	69.80 Rising		
14 Day RSI	55.59 Rising		
Support	1381	1376	1373
Resistance	1400	1420	1425
Moving Averages (10,40,100)	1381	1397	1373
Open Interest	123,254 (+213)	Volumes	29,660

Source: ICE

NY 2nd Month Cocoa Futures



NY cocoa sold off sharply yesterday, as protracted selling pressure triggered a breakthrough of 2434 level support and a close on the back foot at 2419. The stochastics are falling, with %K/%D converging out of the overbought, and the RSI has also edged lower, sending a sell signal. The MACD diff is positive and converging, suggesting increasing selling pressures; this could set the scene for lower prices towards the 2400 support level. A break below this would confirm the trend for falling prices, down to the 2377 level. On the upside, resistance at 40 DMA at 2500 has proven to be strong, and support above that level would strengthen the bullish momentum. This could also trigger gains towards the 50% fib level at 2513. The bearish engulfing pattern suggests an impending market downturn, and we expect prices to continue to fall in the near term.

10 Day % K Stochastic	66.60	Rising	
10 Day % D Stochastic	65.31	Falling	
14 Day RSI	44.71	Rising	
Support	2434	2420	2414
Resistance	2500	213.50	2523
Moving Averages (10,40,200)	2432	2500	2468
Open Interest	196,354 (+1,259)	Volumes	39,444

Source: ICE

Ldn 2nd Month Cocoa Futures



Ldn cocoa futures failed the trend support once again yesterday as prices closed at 2249. The stochastics are falling, with %K/%D converging on the downside near the oversold territory. The MACD is positive, however, lacks conviction to point out an outlook. The rejection of higher prices may prompt a complete break below the trend support at 2500; a subsequent breach of this level could trigger losses towards 38.2% fib level at 2211. On the upside, a break of 50% fib level at 2301 may prompt futures to retest last week's highs at 100 DMA at 2323. A subsequent breach of this level would prompt prices to regain upside momentum in the near term. Long upper and short lower wicks point to protracted selling pressure during the day; however, the future needs to break below the trend support to confirm the outlook.

10 Day % K Stochastic	38.95	Falling	
10 Day % D Stochastic	35.27	Rising	
14 Day RSI	40.83	Falling	
Support	2249	2211	2200
Resistance	2301	2323	2355
Moving Averages (10,40,100)	2249	2363	2323
Open Interest	217,242 (-23)	Volumes	25,298

Source: ICE

Risk warning

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