



The **Commodity Specialist Guide** deals with these and many other markets in much more detail over multiple time-frames. For more details and information about **Seven Days Ahead's** other trading guides, and

Refundable 30-Day Trials: [PLEASE CLICK HERE](#)

Market Update

11th February 2010

Key Reversal Signs Retreat, Which Recent Bulls in Sugar Beat

Another Key Reversal Week in Sugar has appeared, an earlier one seen in Sep-09, which marked a distinct pause in uptrend. Prospects for another pause/pullback phase are currently good, so we here take a look at the technical factors.

The Commodity Specialist view



WEEKLY CHART -
CONTINUATION:

Last week's sell-off produced a Key Reversal Week, although the new high prior to reversal was marginal.

Nevertheless, we still think the signal must be given due respect.

First possible support comes from the 25.70 23.6% pullback level – but also note the 24.85 Sep-09 high not much below.

A s/term bounce would not surprise from around here, but should prove temporary.

SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

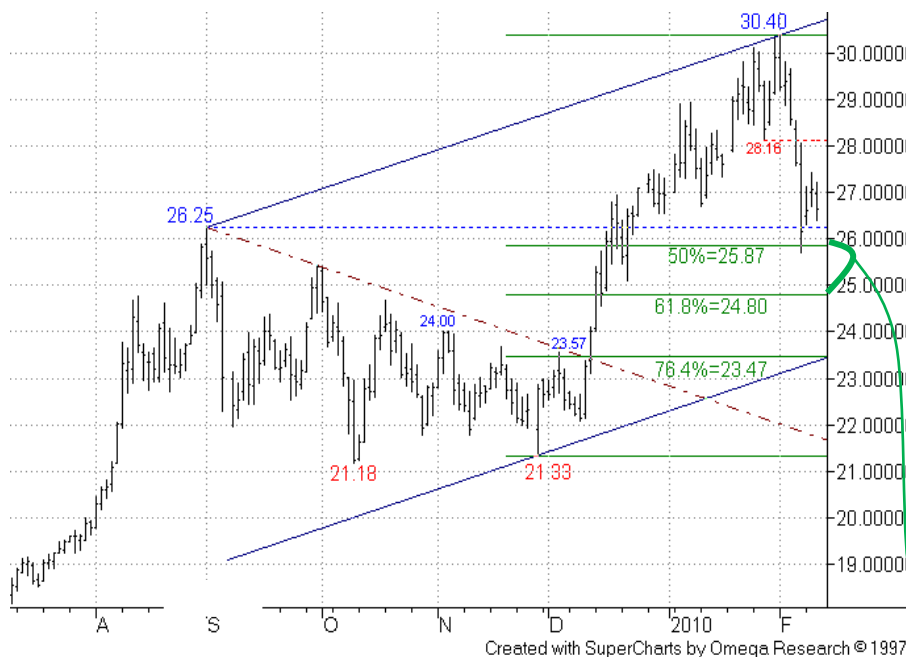
TEL +44 (0) 7849 933573

E-MAIL MSTURDY@SEVENDAYS Ahead.COM

WWW.SEVENDAYS Ahead.COM

Page 1

This information memorandum has been prepared solely for informational purposes for customers of Seven Days Ahead and is based on publicly available information from sources believed to be reliable. It is not an offer, recommendation or solicitation to buy or sell, nor is it an official confirmation of terms. No representation is made as to the completeness or accuracy of any statements or forecasts contained herein and no responsibility or liability is accepted for losses arising from transactions undertaken or investments purchased, sold or held on its recommendation. Consequently, any persons acting on information contained herein do so entirely at their own risk. Although the opinions contained herein were considered valid at the time of release, financial markets are subject to rapid and unexpected movements. Seven Days Ahead, its associated companies, their directors, employees, other customers or connected persons may from time to time undertake transactions or deal in investments mentioned in this information memorandum or have a material interest, relationship or arrangement in relation to them.



DAILY CHART – MAR-10:

Previously in the **Commodity Specialist Guide** we had noted an apparent lack of bull conviction, accompanied by a negative RSI divergence.

The current sell-off is no surprise; but that Key Reversal Week signals something more – *any rally is likely to be temporary ahead of further weakness.*

A s/term support area is now being tested, starting with the 26.25 01-Sep high, and including the 50% & 61.8% pullback levels (which coincide quite well with supports on the Weekly chart). So a temporary bounce looks likely.

Further important support also lies at the 76.4% level and channel base projection around 23.50.

We have said in the Guide that early bears may favour sales in the 28.00/29.00 area, stops just above the 30.40 high for limited risk, targeting 24.00 for partial profits.

Philip Allwright

Mark Sturdy

Seven Days Ahead

SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

TEL +44 (0) 7849 933573

E-MAIL MSTURDY@SEVENDAYS Ahead.COM

WWW.SEVENDAYS Ahead.COM

Page 2

This information memorandum has been prepared solely for informational purposes for customers of Seven Days Ahead and is based on publicly available information from sources believed to be reliable. It is not an offer, recommendation or solicitation to buy or sell, nor is it an official confirmation of terms. No representation is made as to the completeness or accuracy of any statements or forecasts contained herein and no responsibility or liability is accepted for losses arising from transactions undertaken or investments purchased, sold or held on its recommendation. Consequently, any persons acting on information contained herein do so entirely at their own risk. Although the opinions contained herein were considered valid at the time of release, financial markets are subject to rapid and unexpected movements. Seven Days Ahead, its associated companies, their directors, employees, other customers or connected persons may from time to time undertake transactions or deal in investments mentioned in this information memorandum or have a material interest, relationship or arrangement in relation to them.