



Week 05

04th February – 10th February 2014

the technical analyst

AWARDS 2012

FINALIST BEST COMMODITY, ENERGY & POWER
RESEARCH & STRATEGY

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



The Commodity Specialist Guide

Philip J Allwright

Mark Sturdy

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by the FSA

Disclaimer



Summary – Commodity Specialist

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Stay SQUARE pullback tests rising support line (Mar-14)
Stay BULLISH next upleg well underway (Mar-14)
Stay SQUARE s/term bounce underway (Mar-14)

Metals

- + Gold
- + Silver
- + High Grade Copper

Stay SQUARE Jun-13 low area prompts bounce (Apr-14)
Stay SQUARE Jun-13 low under scrutiny (Mar-14)
Stay SQUARE pullback testing channel base (Mar-14)

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Stay SQUARE price holding between two 76.4% levels (Mar-14)
Stay BEARISH weakness testing long term 76.4% level (Mar-14)
Stay BEARISH pullback trying to find support (Mar-14)
Stay BULLISH chart remains firm (Mar-14)
Go SQUARE long term 76.4% providing support (Mar-14)
Stay BULLISH recovery pauses after erosion of 76.4% area (Mar-14)

Other

- + Carbon Emissions
- + CRB Index

Go BULLISH long term channel top clearly violated (Dec-14)
Stay BEARISH Index bouncing s/term



Energy

Brent Crude has put further pressure on support from a rising support line. **Heating Oil** is bouncing short term. **Natural Gas** has surged after breaching last year's high.

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- + CRB Index

Energy: Brent Crude Oil (ICE)



More



Energy: Brent Crude Oil (ICE)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

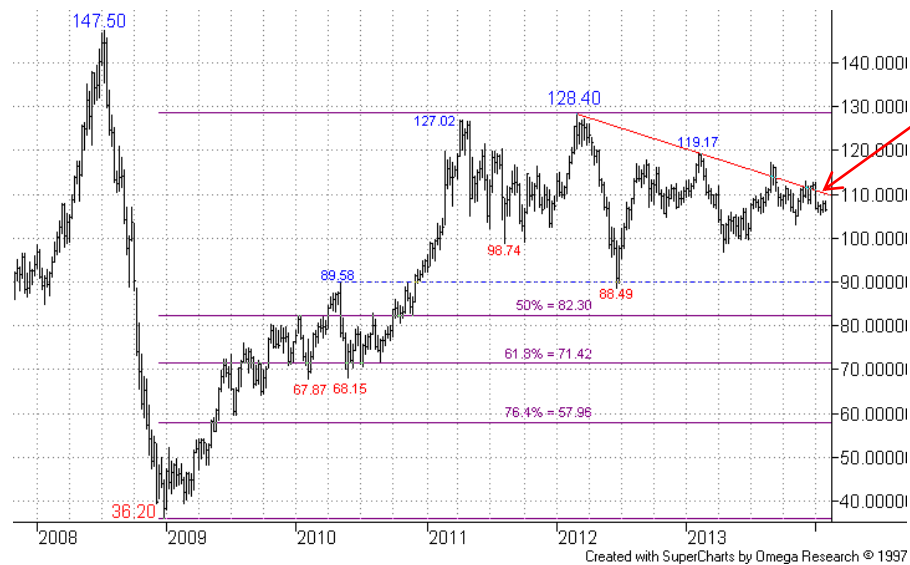
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Grains and Softs

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Other

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- + CRB Index



Weekly Chart – Continuation:

The falling resistance line came under attack again in late 2013, but held back the bulls.

More



Energy: Brent Crude Oil (ICE)

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- + CRB Index



Daily Chart – Mar-14:

The rising support line is coming under pressure again. As before, a breach of this support would be a negative sign, focus then to turn to the 61.8%/76.4% retracements for next possible support.

We stay on the sidelines for now, ready to go bearish.

More



Energy: Light Crude Oil (NYMEX)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

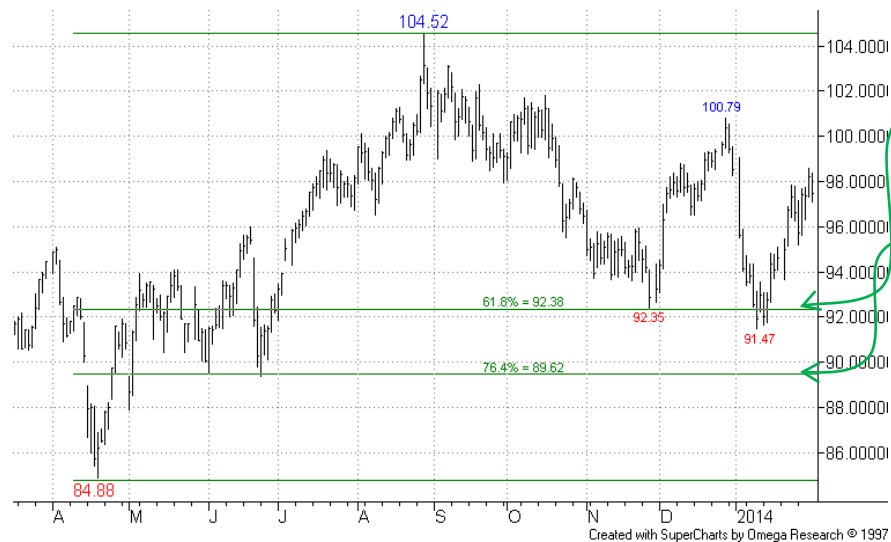
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

The rebound from the 61.8% support area has so far stopped short of the 100.79 27-Dec high – it is unclear at present if the will is there for a push beyond this. Lower 76.4% could yet be tested.

More



Energy: Natural Gas (NYMEX)

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Metals

- + Gold
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Monthly Chart – Continuation:

Latest strength has seen a breach of the long term 23.6% recovery level, beyond which focus turns to the 38.2% retracement.



Weekly Chart – Continuation:

Earlier 61.8% resistance has been breached, leading to a test of the higher 76.4% where, s/term, we await reaction.

More



Energy: Natural Gas (NYMEX)

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- + Heating Oil

Metals

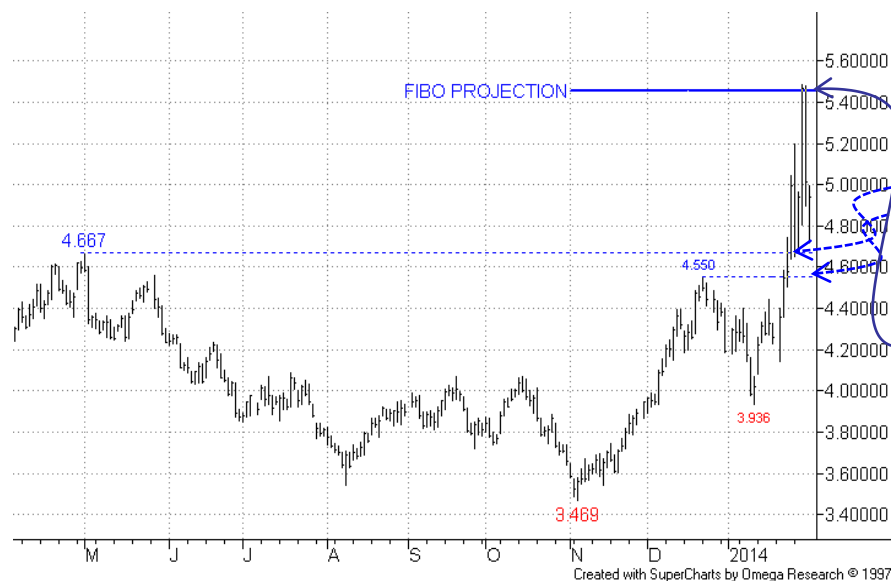
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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

The 2014 upleg is well underway now, following earlier violation of last year's 4.667 high. This plus the 4.550 Dec high provides first supports.

We had drawn in a Fibo projection at **5.450** which has now been reached – resistance here should be temporary though, with s/term dips a buying opportunity.

We maintain an overall bull stance for now.

More



Energy: Heating Oil (NYMEX)

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- + Heating Oil

Metals

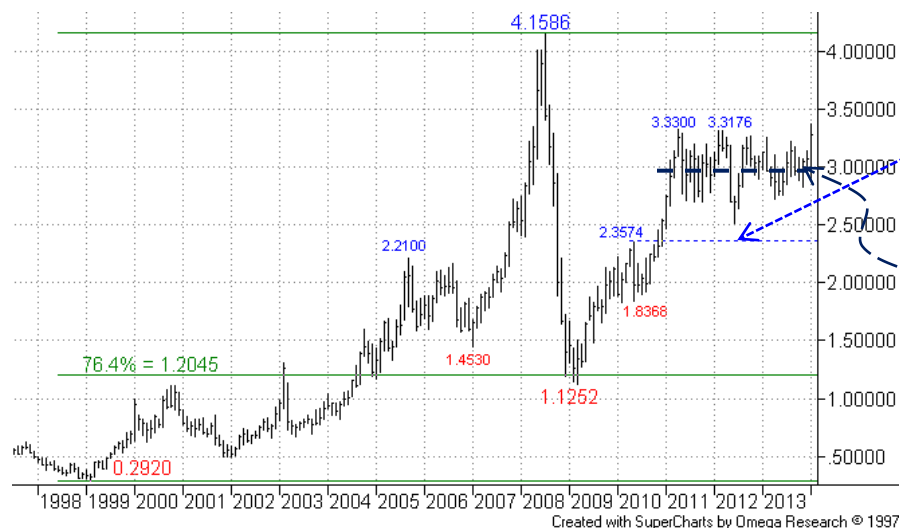
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Grains and Softs

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Other

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- + CRB Index



Monthly Chart – Continuation:

After an earlier dip stopped short of the 2.3574 May-10 high area subsequent recovery stopped short of the 2011 high. Prices remain in a congestion area that centres on 3.0000.



Weekly Chart – Continuation:

The market has breached the falling resistance line, due to a former front-month squeeze. See current front month chart below.

More



Energy: Heating Oil (NYMEX)

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Grains and Softs

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Other

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- + CRB Index



Daily Chart – Mar-14:

The market is rebounding after holding above the rising support line. Falling resistance at 3.0800 is the first barrier to any s/term bulls.

We await a directional signal.

We stay on the sidelines for now.



Metals

Gold is slipping back to its Jun-13 low, as is **Silver**. **Copper** has eased back to channel base support.

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- + Natural Gas
- + Heating Oil

Metals

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- + High Grade Copper

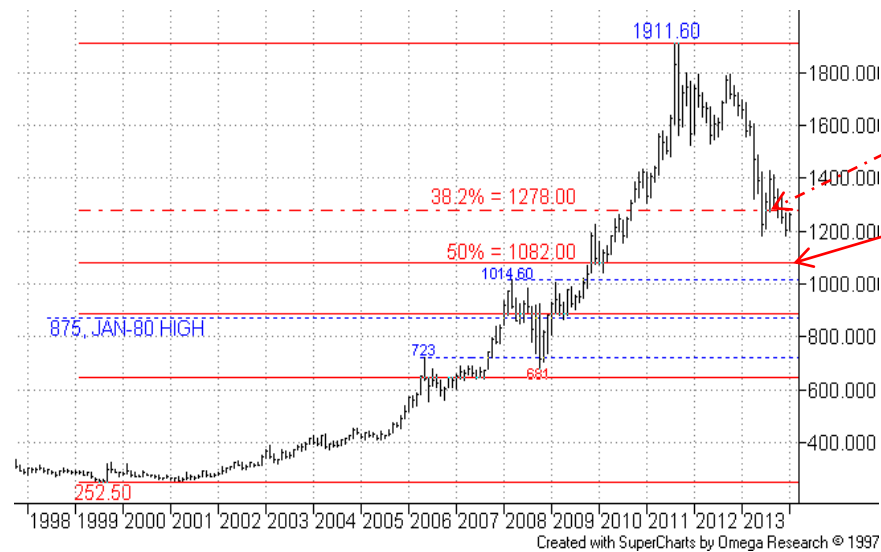
Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index

Metals: Gold (COMEX)





Metals: Gold (COMEX)

Summary

Energy

- + Brent Crude Oil
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Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

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Other

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More



Metals: Gold (COMEX)

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- + Natural Gas
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Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Apr-14:

After testing the Jun low area a modest rebound has been seen. First interesting resistance is offered by the rising return line at 1317.00, ahead of the 1361.10 28-Oct high.

A later break beneath the previous low would call for lower targets, with interest being as much in the longer term charts.

We remain on the sidelines for now.

More



Metals: Silver (COMEX)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

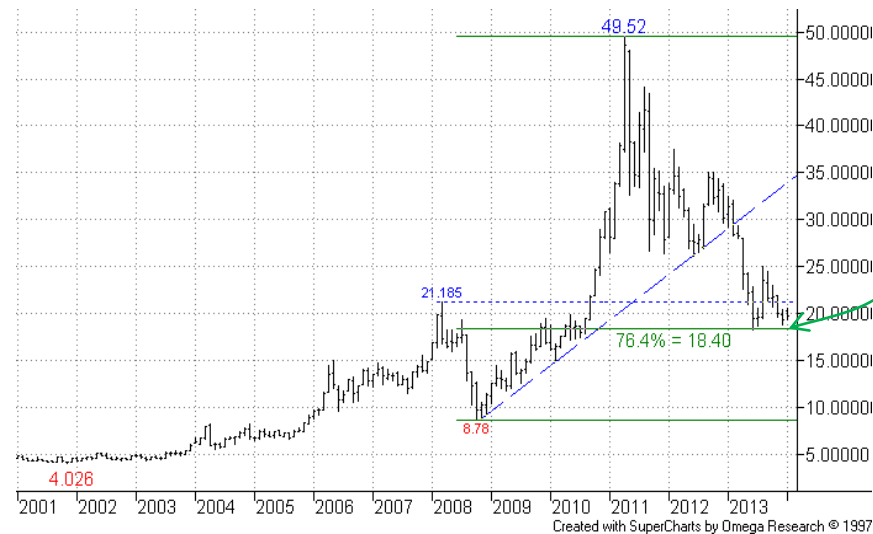
- + Gold
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- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
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- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



More



Metals: Silver (COMEX)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

Earlier support from around the Jun-13 low is again coming under scrutiny. A break beneath this would open up lower targets and put focus back on the long term charts too.

As before, a recovery beyond the 23.115 30-Oct high would considerably reduce bear risk.

We stay on the sidelines for now.

More



Metals: High Grade Copper (COMEX)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

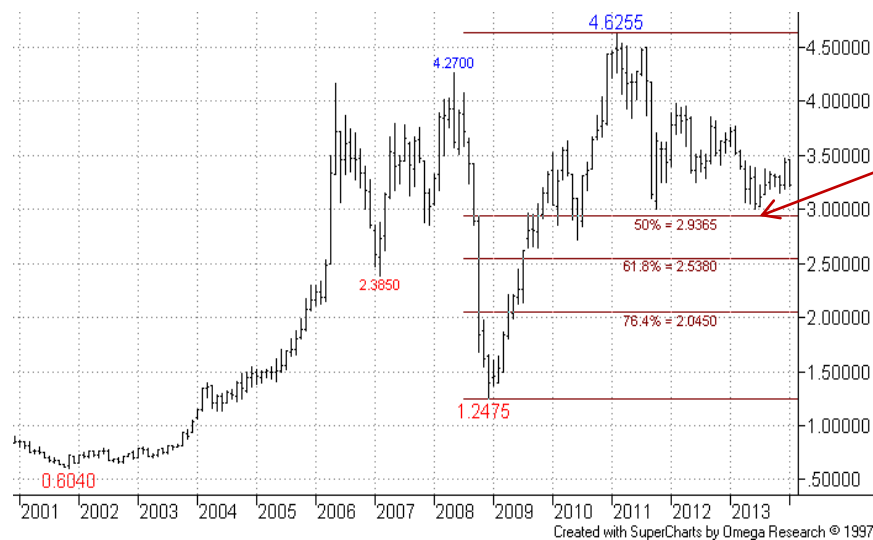
- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



Monthly Chart – Continuation:

Last year's slip returned towards the 2.9365 50% pullback level, which had previously provided support, in 2011.



Weekly Chart – Continuation:

The latest recovery needs to overcome the rising old support/return line. It currently runs through the 3.4880 area.

More



Metals: High Grade Copper (COMEX)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
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- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

Price has eased back to the channel base. This needs to hold in order to avoid an initial bear signal. A move beneath the old 76.4% level would be the next negative sign.

We stay on the sidelines for now.



Grains and Softs

Soybeans prices remain caught between two 76.4% levels. **Wheat** bears have closed in on a long term 76.4% retracement. **Sugar** weakness has closed in on some long term support lines. **Cocoa** recovery remains intact for now. **Coffee** continues finding support from a long term 76.4% level. **Cotton** has recovered to a 76.4% retracement area now.

Summary

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- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index

Grains and Softs: Soybeans (CBOT)



Monthly Chart - Continuation:

Pressure has been bearing on the long term bull channel base support – failure here would give the bears a boost.

More



Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index

Grains and Softs: Soybeans (CBOT)



More



Grains and Softs: Soybeans (CBOT)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

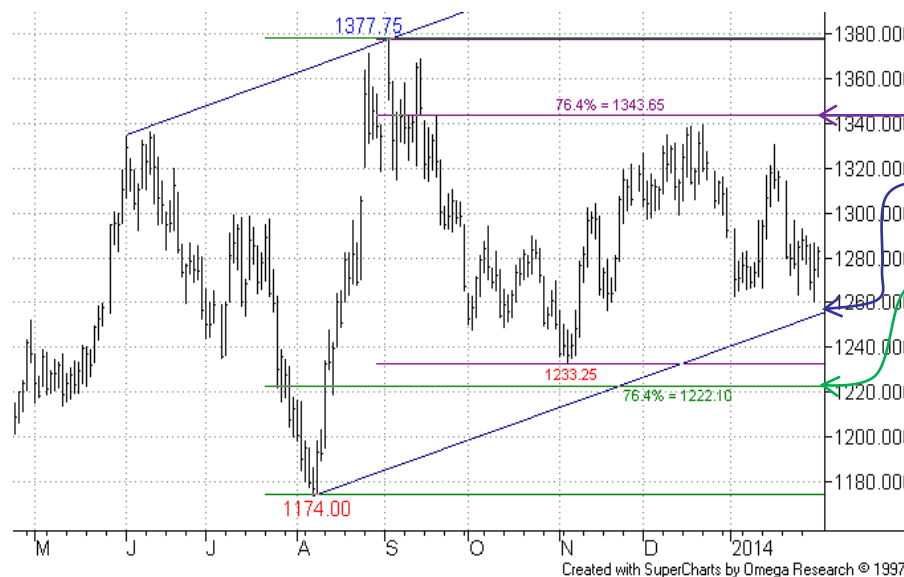
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Grains and Softs

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- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

Earlier failures to overcome 76.4% resistance have seen focus turn on first support from a channel base projection around 1256.00 currently. Failure here would likely see serious pressure on the 76.4% pullback level.

We stay on the sidelines for now.

More



Grains and Softs: Wheat (CBOT)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

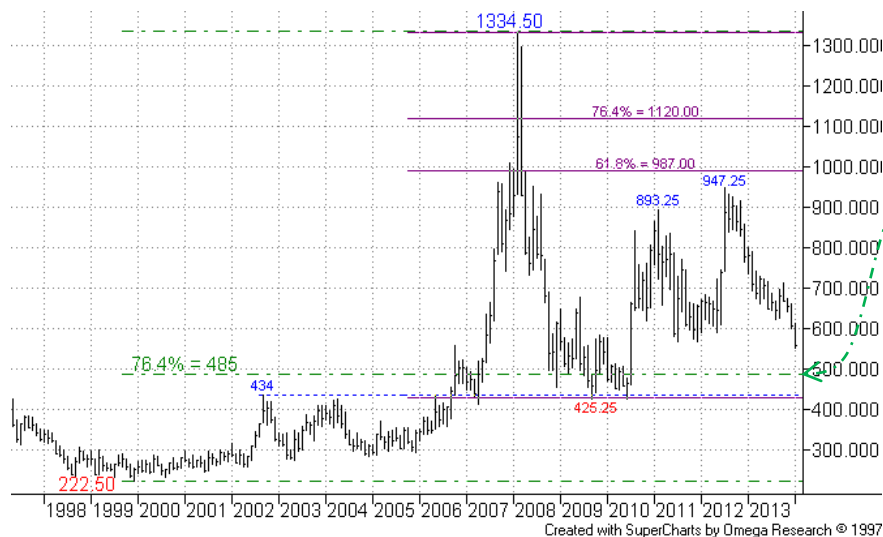
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Monthly Chart - Continuation:

The drop back from the 947.25 Jul-12 high is deepening, with focus turning towards the old 76.4% level.



Weekly Chart - Continuation:

Weakness continues, after earlier breach of the channel base. With 61.8% retracement now violated attention has turned to the 548.45 76.4% level for possible support.

More



Grains and Softs: Wheat (CBOT)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

After the channel base failed to support the downmove our s/term focus has been on a nearby Fibo projection at **546.00**, as possible support. This coincides nicely with the long term 76.4% level on the Weekly chart.

We maintain a bear stance for now though.

More



Grains and Softs: Sugar (ICE)

Summary

Energy

- + Brent Crude Oil
- + Natural Gas
- + Heating Oil

Metals

- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

- + Soybeans
- + Wheat
- + Sugar 11
- + Cocoa
- + Coffee
- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



Monthly Chart - Continuation:

The downmove has reasserted itself and the rising support line is now the focus.



Weekly Chart - Continuation:

The slip back is now testing the falling support line around 14.85 currently.

More



Grains and Softs: Sugar (ICE)

Summary

Energy

- + Brent Crude Oil
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- + Heating Oil

Metals

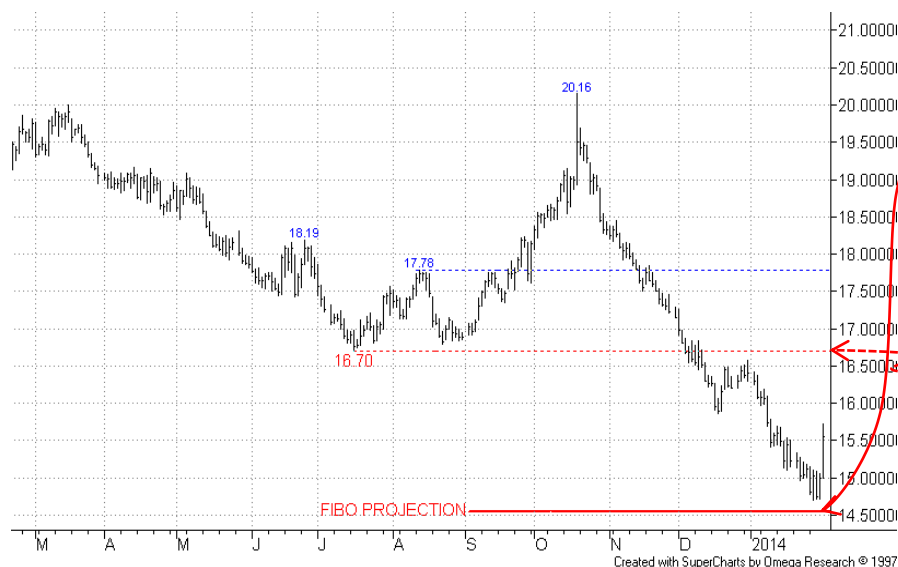
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

The downmove has found s/term support from near the Fibo projection at **14.55**. This coincides nicely with long term supports above, so this is a good area technically from which a recovery attempt could be made.

The 16.70 Jul-13 low offers first interesting resistance.

We hold a bear stance for the time being.

More



Grains and Softs: Cocoa (ICE)

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Metals

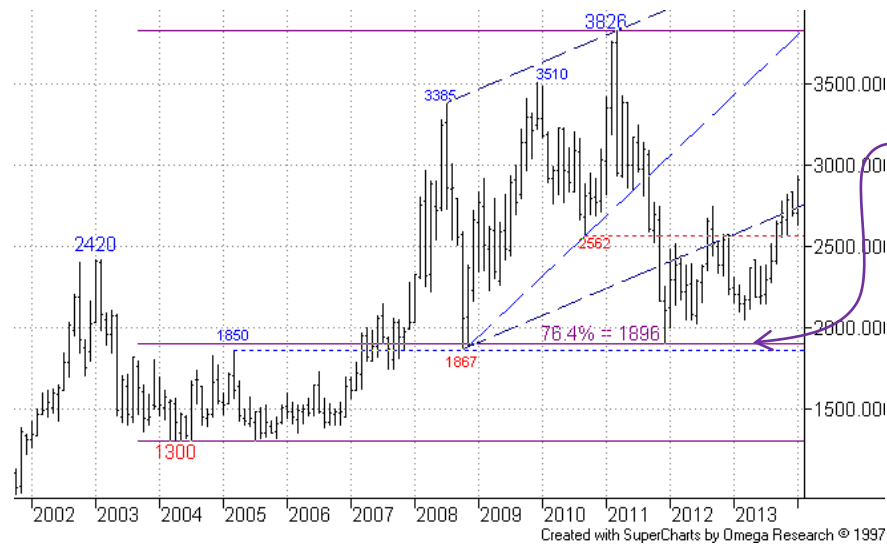
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Grains and Softs

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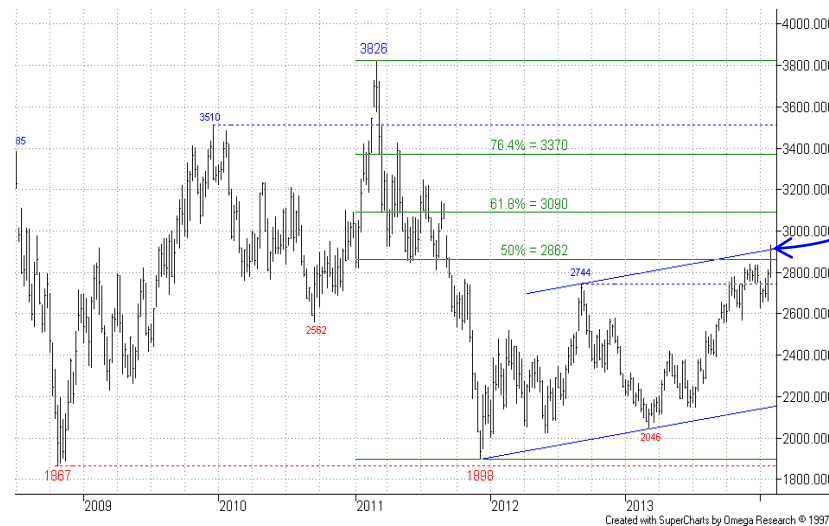
Other

- + Carbon Emissions
- + CRB Index



Monthly Chart – Continuation:

The last slip back held above the long term 76.4% level just below 1900, which provided previous support.



Weekly Chart – Continuation:

The recovery has now reached the bull channel top projection just above the 50% retracement level.

More



Grains and Softs: Cocoa (ICE)

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Metals

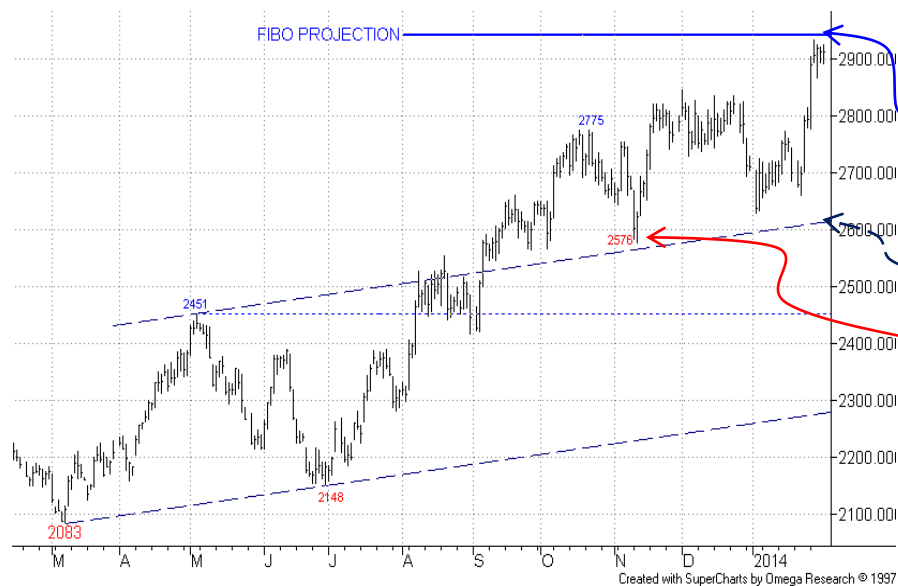
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Mar-14:

As before, focus remains on the Fibo projection at **2940**, which corresponds quite nicely with the Weekly chart resistance.

First support is still offered by the old channel top around 2605. At this stage a reversal through the 2576 12-Nov low would dampen upward momentum.

We maintain a bull stance here.

More



Grains and Softs: Coffee (ICE)

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Metals

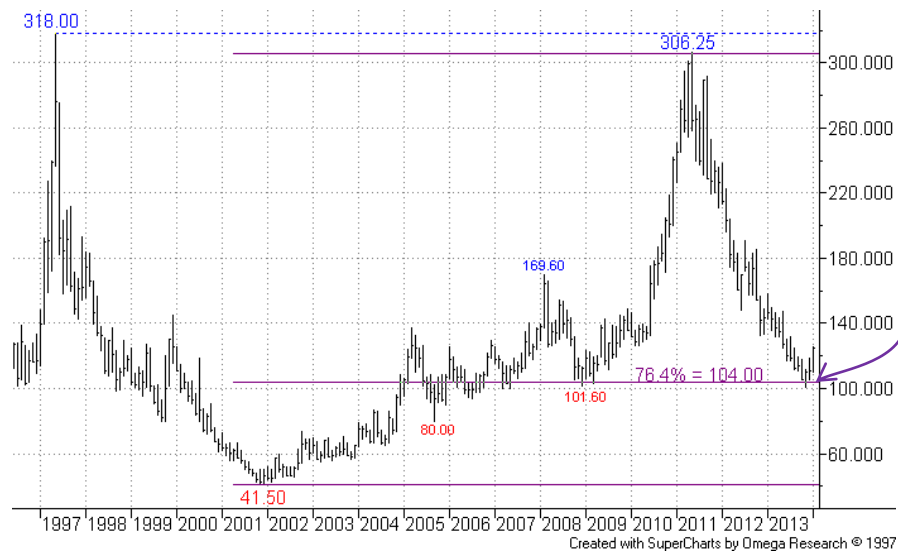
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



More



Grains and Softs: Coffee (ICE)

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Metals

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Other

- + Carbon Emissions
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Daily Chart – Mar-14:

Recovery has now seen an initial violation of resistance from the 121.05 10-Oct high area. This is the first sign that bulls are trying to take charge.

First support comes from the falling support line, running through 91.50 currently.

We step to the sidelines now.

More



Grains and Softs: Cotton No.2 (ICE)

Summary

Energy

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Metals

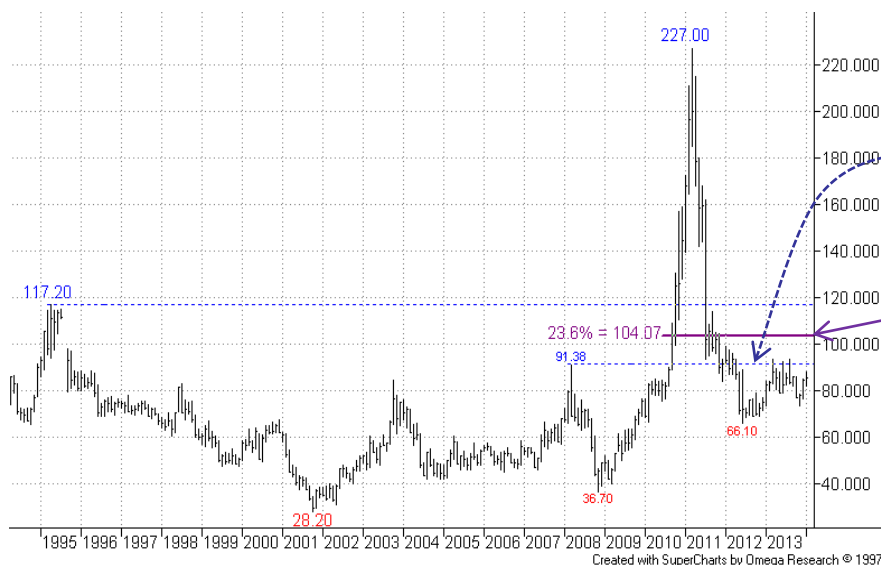
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Grains and Softs

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Other

- + Carbon Emissions
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Weekly Chart – Continuation:



More



Grains and Softs: Cotton No.2 (ICE)

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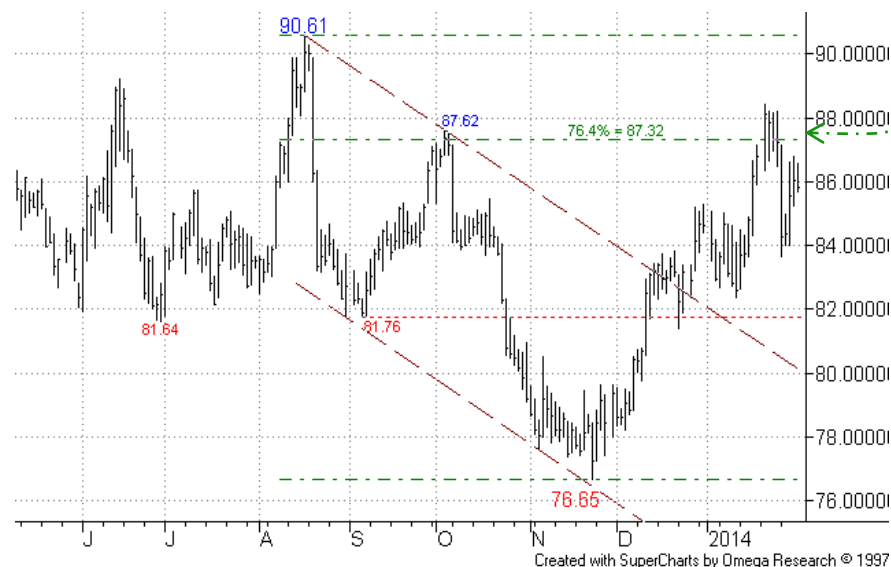
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Other

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Daily Chart – Mar-14:

The recovery briefly breached the area of the 76.4% retracement, 87.32, close to the 87.62 Oct-13 high. A temporary struggle here not a surprise technically. A later push higher would spur the bulls on and open up the 90.61 Aug-13 high next.

We maintain a shorter term bull stance here.



Other

In **EUA (Carbon Emissions)** the long term bear channel top was earlier breached. The **CRB Index** is bouncing short term after a new downtrend low.

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Other: EUA – Carbon Emission Allowances (ICE ECX)



More



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Other: EUA – Carbon Emission Allowances (ICE ECX)



More



Other: EUA – Carbon Emission Allowances (ICE ECX)

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Other

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Daily Chart – Dec-14:

The long term bear channel top had provided good resistance, but there has been a clear violation of this now – the bulls are awakening. The 6.06 Sep-13 high provides the next upside target.

We maintain a bull stance here.

More



Other: CRB Index (CBOT)

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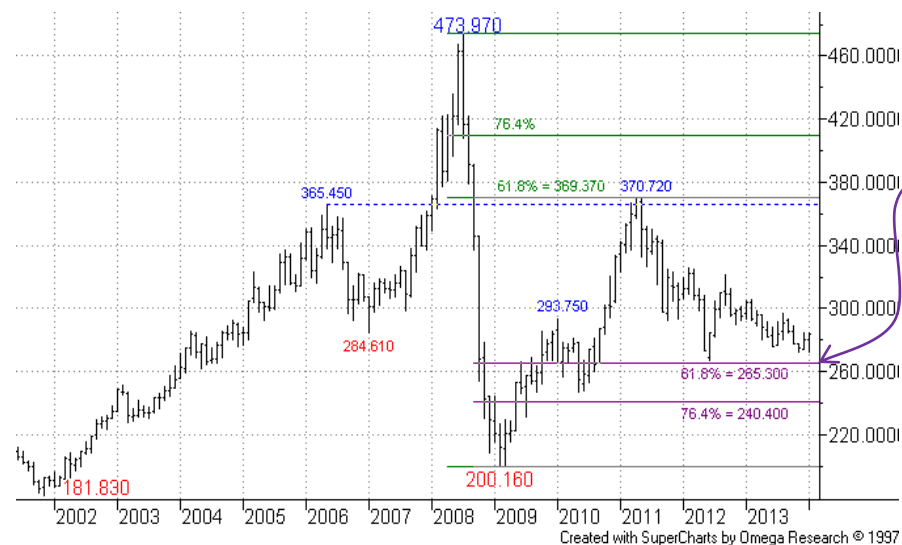
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Other

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- + CRB Index



Monthly Chart – Continuation:

The index had been slipping back towards the 265.300 61.8% retracement, site of previous support. Will it hold above here?



Weekly Chart – Continuation:

Resistance from the old Oct-11 low previously came under pressure but was not overcome, sending the Index back south.

More



Other: CRB Index (CBOT)

Summary

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Daily Chart

The Index has been bouncing s/term after making a new downtrend low at the start of the year, Lower support lines stay out of reach for now. Resistance comes from the falling resistance line at 289.300 currently.

We maintain a bear stance here.



SEVEN DAYS AHEAD

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