



Week 07

18th February – 24th 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** s/term bounce in progress (Apr-14)
Stay **BULLISH** upleg stalled s/term (Mar-14)
Stay **SQUARE** rebound still in progress (Mar4)

Metals

- + Gold
- + Silver
- + High Grade Copper

Stay **SQUARE** recovery continues (Apr-14)
Stay **SQUARE** recovery away from Jun-13 low seen (Mar-14)
Stay **SQUARE** channel base prompting bounce (Mar-14)

Grains and Softs

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

Stay **SQUARE** price rebounds to pivotal resistance area (May-14)
Stay **BEARISH** long term 76.4% offers support (May-14)
Stay **BEARISH** recovery paused (May-14)
Stay **BULLISH** chart remains firm (May-14)
Stay **BULLISH** recovery off long term 76.4% in process (May-14)
Stay **BULLISH** recovery favours bulls now (May-14)

Other

- + Carbon Emissions
- + CRB Index

Stay **BULLISH** focus is on 61.8% retracement (Dec-14)
Stay **SQUARE** recovery breaches key resistance area



Energy

Brent Crude's drop back has paused for now, a s/term recovery seen. **Heating Oil** is still firm for now. **Natural Gas** gains have temporarily stalled.

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Energy: Brent Crude Oil (ICE)



Monthly Chart – Continuation:

Last year's recovery was, in the end, not dramatic.

More



Energy: Brent Crude Oil (ICE)

Summary

Energy

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

Metals

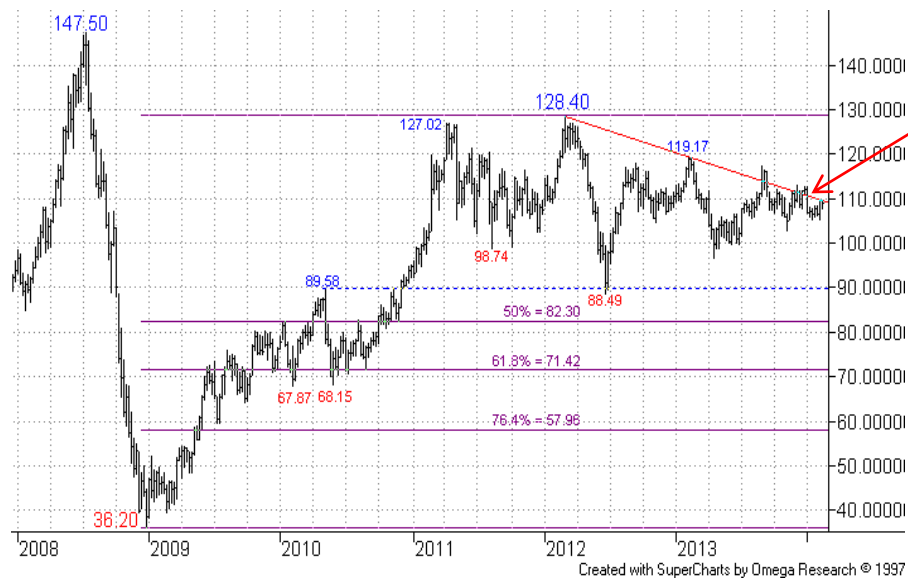
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More



Energy: Brent Crude Oil (ICE)

Summary

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- + Natural Gas
- + Heating Oil

Metals

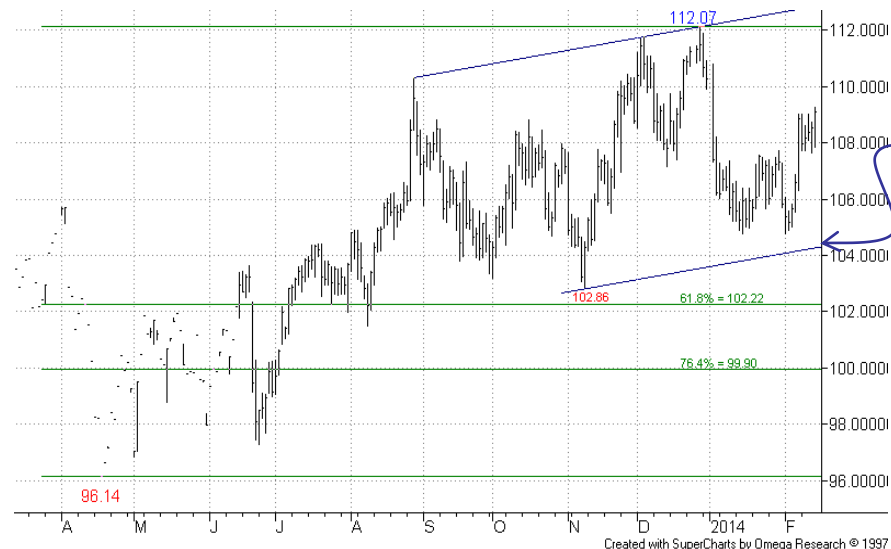
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Grains and Softs

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Other

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- + CRB Index



Daily Chart – Apr-14:

The drop back from a late Dec high has held above the channel base projection, although other supports (not shown on the new front month chart) were violated. As before, we view strength as a temporary feature, with a better bear break to come. Obviously the 112.07 high mustn't be exceeded.

We stay on the sidelines for now.

More



Energy: Light Crude Oil (NYMEX)

Summary

Energy

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

Metals

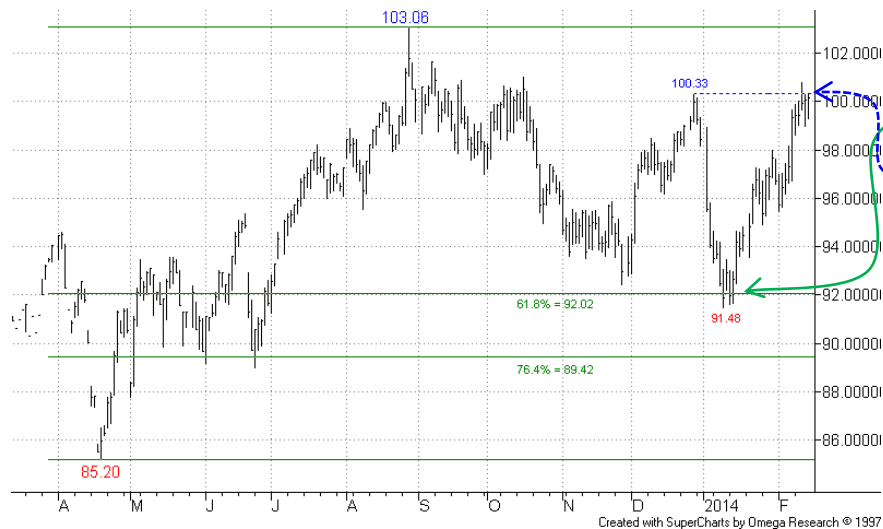
- + Gold
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Grains and Softs

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- + Cocoa
- + Coffee
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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – Apr-14:

The rebound from the 61.8% support area has kept going, recently testing the 100.33 Dec high – s/term we wait to see if the will is there for a push beyond this.

More



Summary

Energy

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

Metals

- + Gold
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Grains and Softs

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

Other

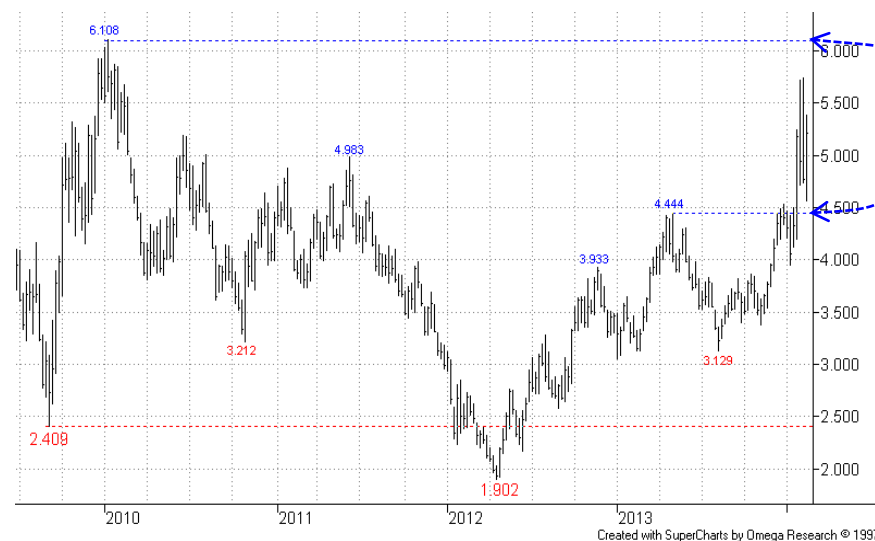
- + Carbon Emissions
- + CRB Index

Energy: Natural Gas (NYMEX)



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:

The upmove has so far stopped short of the 2010 high, which remains the next target.
The 4.444 May-13 high offers first support.

More



Energy: Natural Gas (NYMEX)

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- + Natural Gas
- + Heating Oil

Metals

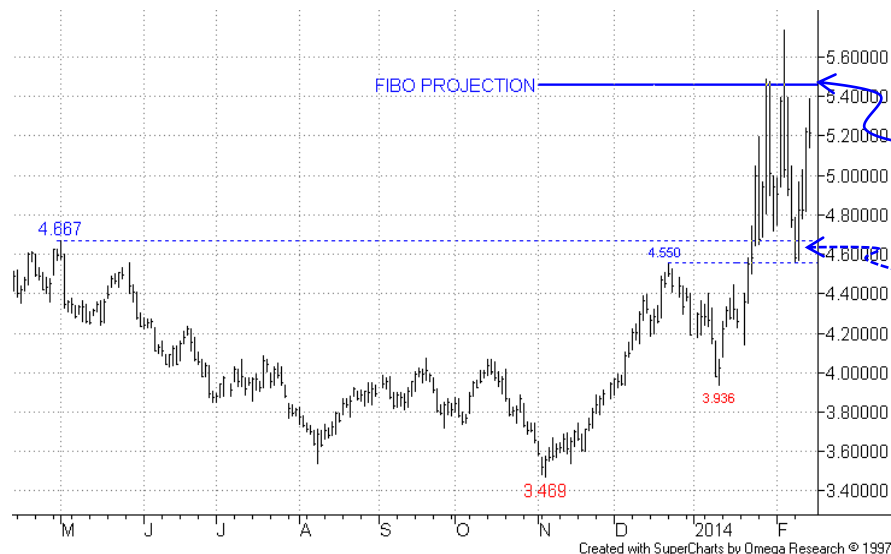
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Grains and Softs

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Other

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- + CRB Index



Daily Chart – Mar-14:

The 2014 upleg stalled after reaching the Fibo projection at **5.450** (not breached on a closing basis). We had said dips should present a buying opportunity. Support has come from the area of last year's 4.667 high and the 4.550 Dec high.

A push higher would see interest as much in the longer term charts.

We maintain an overall bull stance for now.

More



Energy: Heating Oil (NYMEX)

Summary

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- + Natural Gas
- + Heating Oil

Metals

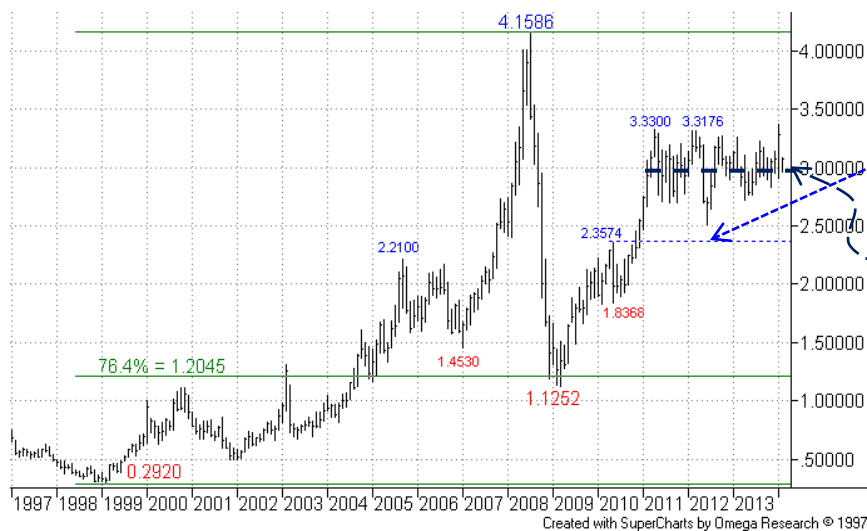
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Grains and Softs

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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 briefly breached the falling resistance line, due to a former front-month squeeze. Otherwise this resistance remains in place.

More



Energy: Heating Oil (NYMEX)

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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 market continues in recovery mode, now testing falling resistance. S/term all eyes are on the 3.0956 Dec high, with bulls gaining in confidence should this be overcome.

We stay on the sidelines for now.



Metals

Gold continues recovering from the Jun-13 low area. **Silver** is starting to move further away from its Jun low. **Copper** has bounced from channel base support.

Summary

Energy

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

Metals

- + Gold
- + Silver
- + High Grade Copper

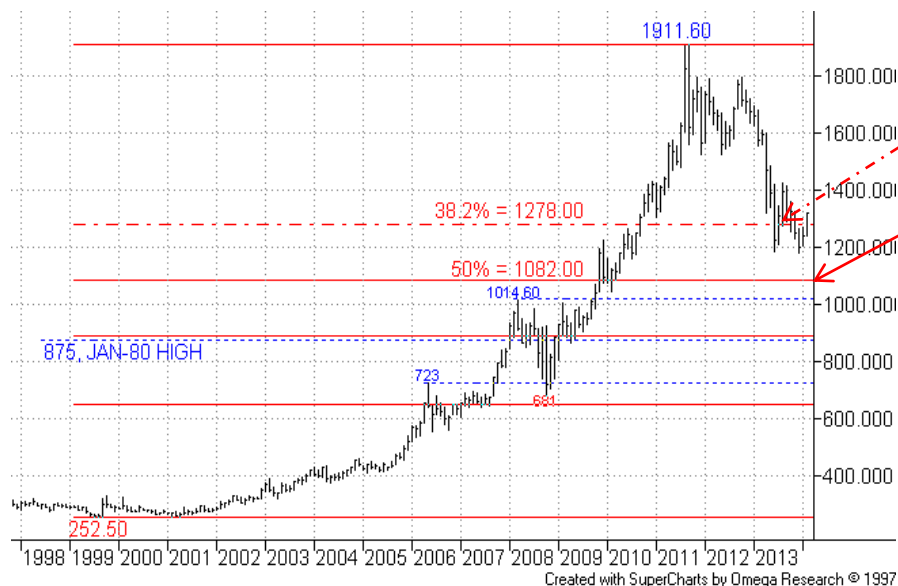
Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index

Metals: Gold (COMEX)



More



Metals: Gold (COMEX)

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Energy

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- + Heating Oil

Metals

- + Gold
- + Silver
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Grains and Softs

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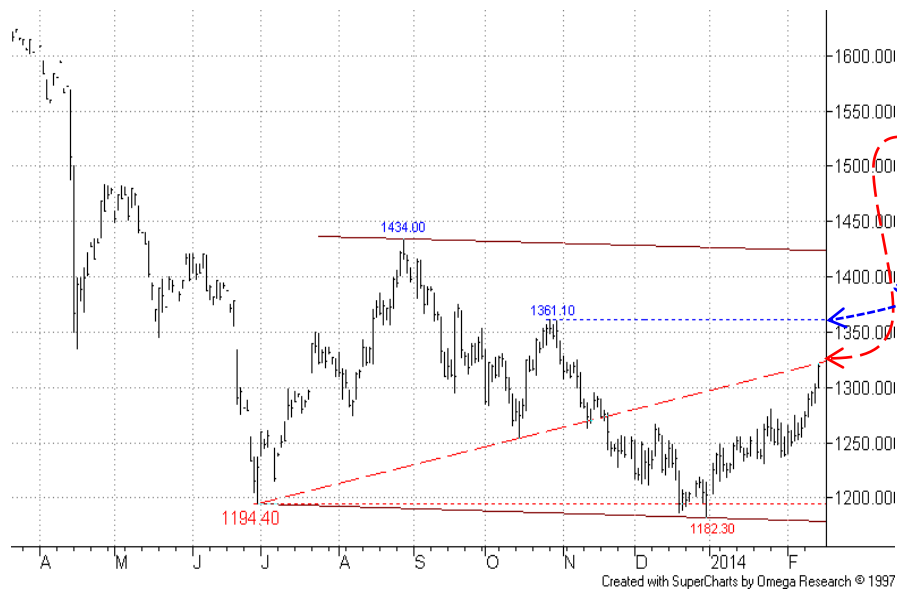
Grains and Softs

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- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index

Metals: Gold (COMEX)



Daily Chart – Apr-14:

Further s/term gains have reached the rising return line at 1323.00 currently. We await reaction here as often these lines can provide resistance. Any bulls would want to see this plus the 1361.10 28-Oct high overcome.

We remain on the sidelines for now.

More



Metals: Silver (COMEX)

Summary

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- + Natural Gas
- + Heating Oil

Metals

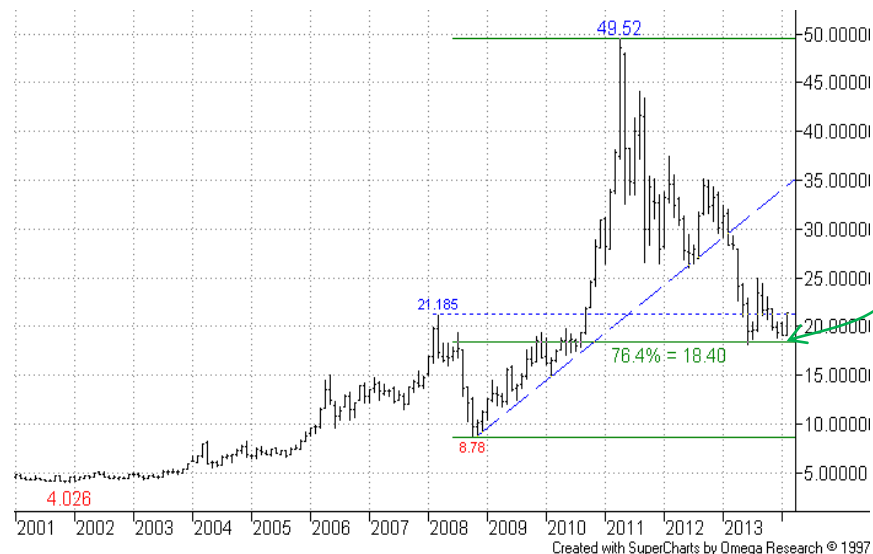
- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

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

Other

- + Carbon Emissions
- + CRB Index



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:

Following a consolidation period above support from around the Jun-13 low there are now recovery signs. 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

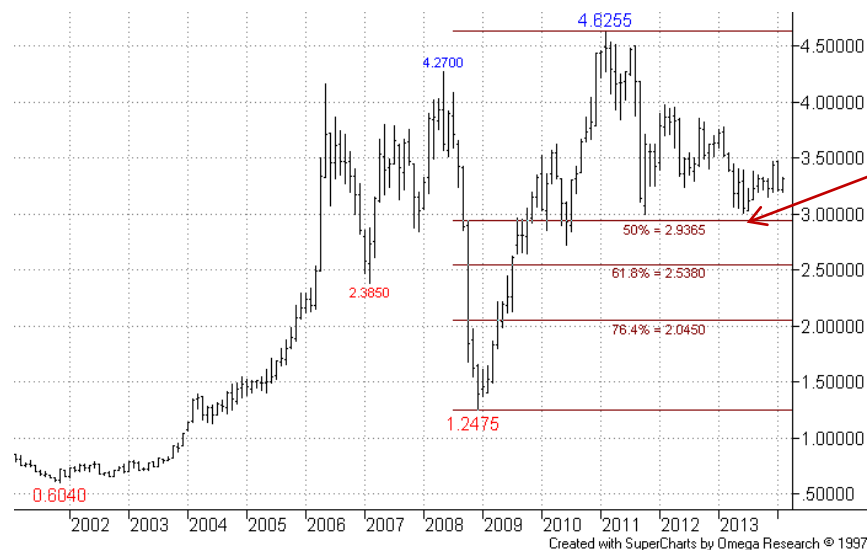
- + Gold
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- + High Grade Copper

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 recent recovery failed at the rising old support/ return line (running through 3.5000 currently).

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



Daily Chart – Mar-14:

Price is bouncing from the channel base, s/term avoiding a break below, which would provide an initial bear signal.

We wait to see if the rebound proves short-lived.

We stay on the sidelines for now.



Grains and Softs

Soybeans recovery has reached a key resistance area now. **Wheat** has seen a modest bounce so far. **Sugar** is finding some long term support currently. **Cocoa** recovery remains strong. **Coffee** is bouncing off a long term 76.4% level. **Cotton** recovery has now favoured the bulls.

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

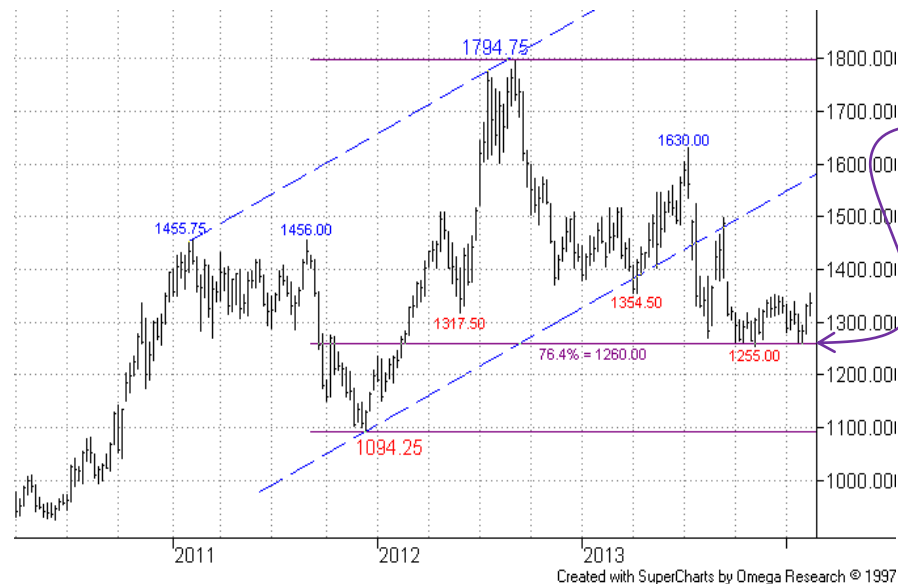
- + Gold
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- + High Grade Copper

Grains and Softs

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

Other

- + Carbon Emissions
- + CRB Index



More



Grains and Softs: Soybeans (CBOT)

Summary

Energy

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

Metals

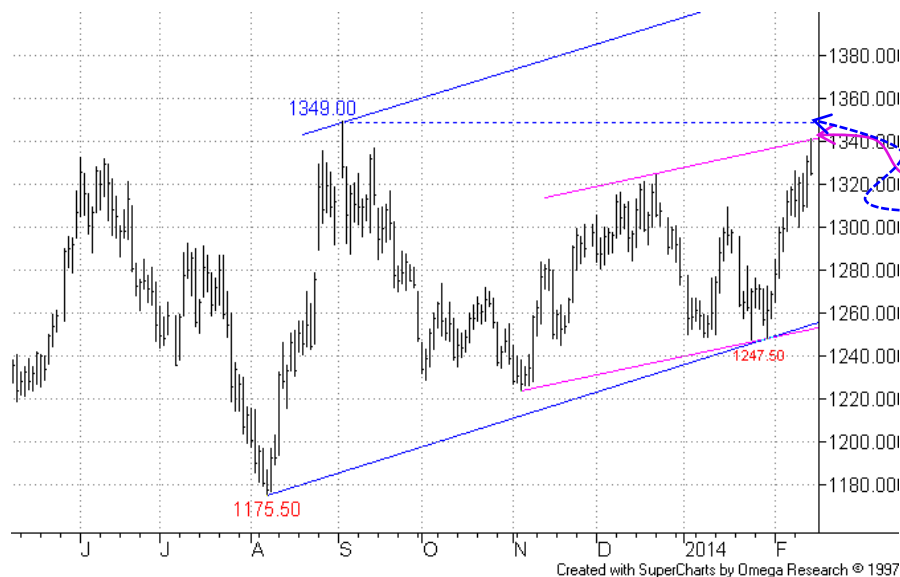
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- + High Grade Copper

Grains and Softs

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

Other

- + Carbon Emissions
- + CRB Index



Daily Chart – May-14:

The current recovery has reached next resistance – from a shorter term channel top projection. This plus the 1349.00 Sep-13 high provide a key barrier, beyond which the bulls will be clearly favoured.

We stay on the sidelines for now though.

More



Grains and Softs: Wheat (CBOT)

Summary

Energy

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

Metals

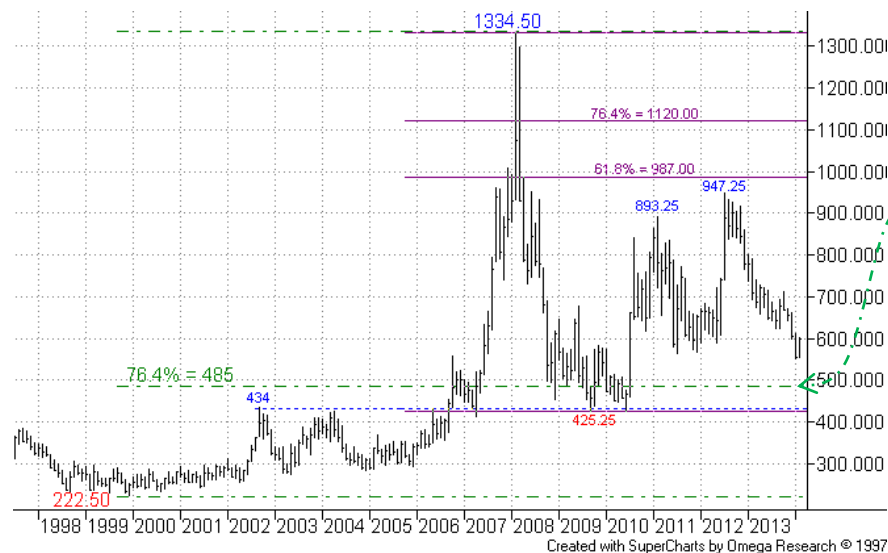
- + Gold
- + Silver
- + High Grade Copper

Grains and Softs

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

Other

- + Carbon Emissions
- + CRB Index



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

Other

- + Carbon Emissions
- + CRB Index



Daily Chart – May-14:

The downmove has found support from near a Fibo projection at **552.00**, which coincides nicely with the long term 76.4% level on the Weekly chart.

The old channel base, just above 600.00 is first resistance, ahead of the 654.50 Sep-13 low. A clear breach of the former could tempt some bears to sideline.

We maintain a bear stance for now.

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 recently tested the falling support line.

More



Grains and Softs: Sugar (ICE)

Summary

Energy

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- + Heating Oil

Metals

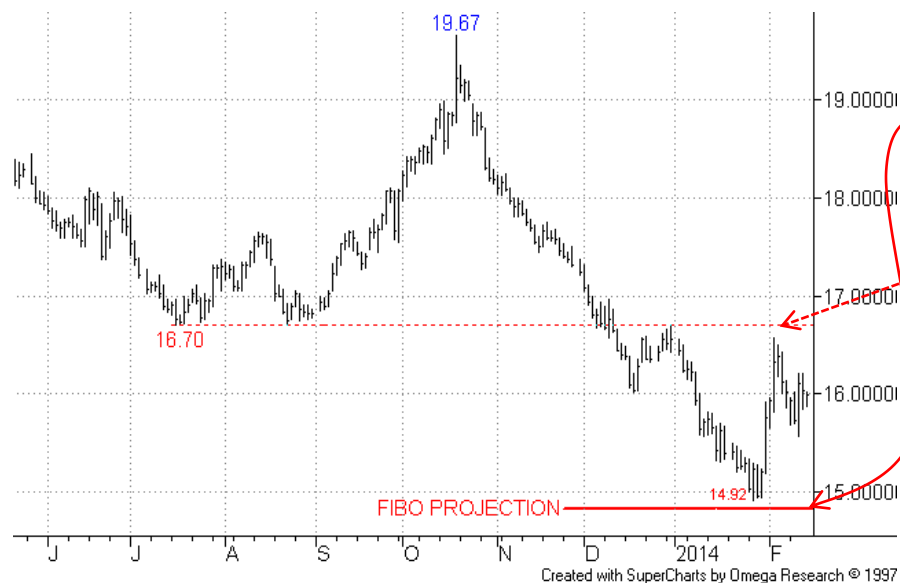
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – May-14:

Recovery from near the Fibo projection at **14.80**, which coincides nicely with long term supports above, has paused – s/term resistance has emerged close to the 16.70 Jul-13 low area. A push beyond this would be a positive signal.

We maintain a bear stance, ready to sideline though.

More



Grains and Softs: Cocoa (ICE)

Summary

Energy

- + Brent Crude Oil
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- + Heating Oil

Metals

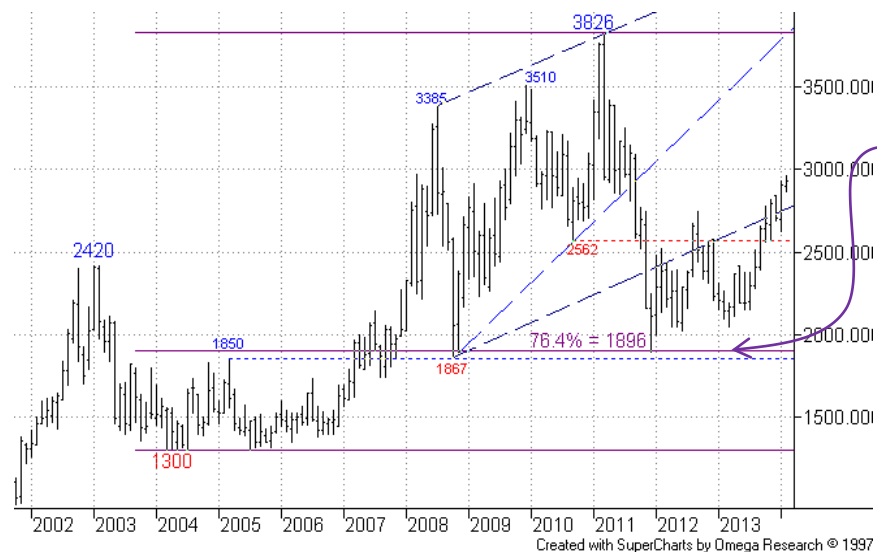
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Grains and Softs

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- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



More



Grains and Softs: Cocoa (ICE)

Summary

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Metals

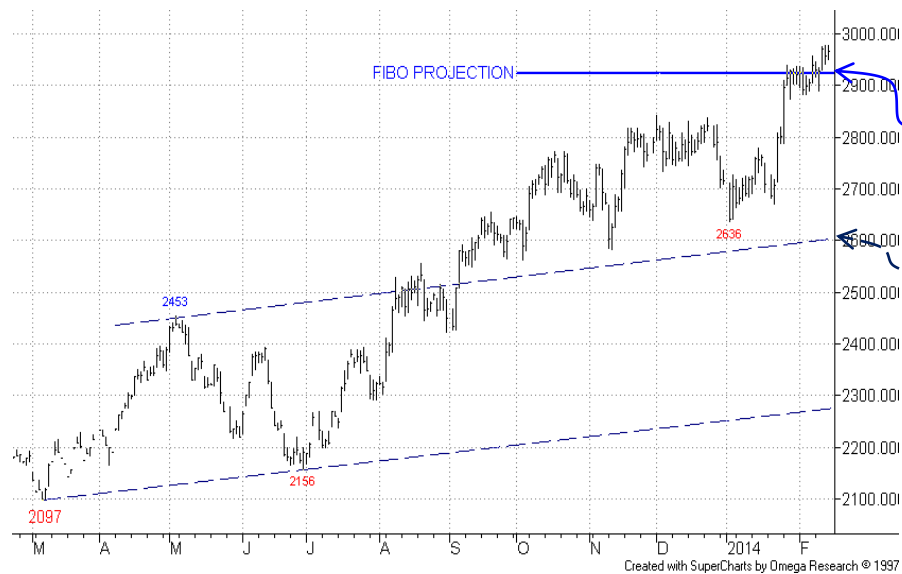
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Grains and Softs

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- + Cotton No.2

Other

- + Carbon Emissions
- + CRB Index



Daily Chart – May-14:

Focus has been on the Fibo projection at **2923**, which corresponds quite nicely with the Weekly chart resistance. A push through this is now occurring, leaving behind the old channel top support.

We maintain a bull stance here.

More



Grains and Softs: Coffee (ICE)

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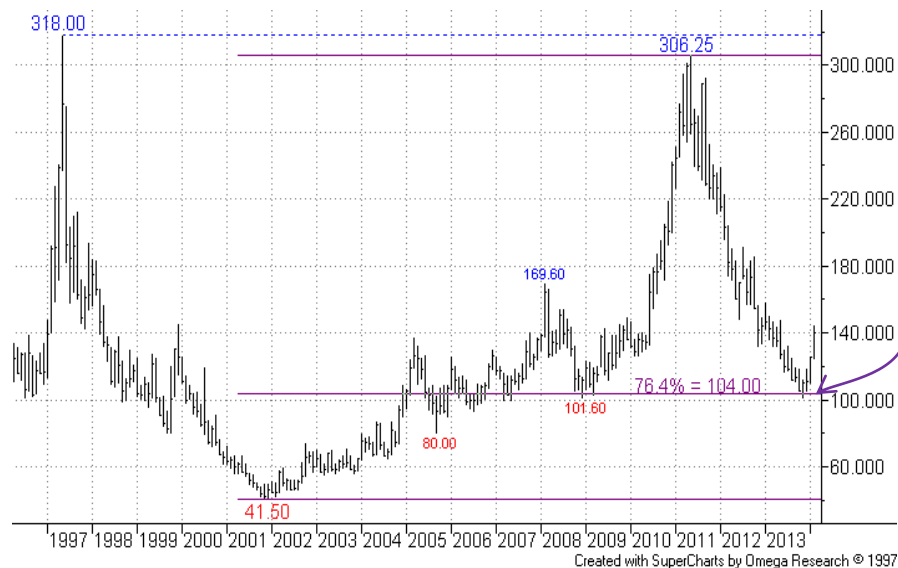
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Monthly Chart – Continuation:

A recovery is underway now, from the 76.4% retracement area.



Weekly Chart – Continuation:

The downmove challenged the 101.60 late 2008 low area prior to recovery. Note the nearby 149.40 23.6% retracement.

More



Grains and Softs: Coffee (ICE)

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Metals

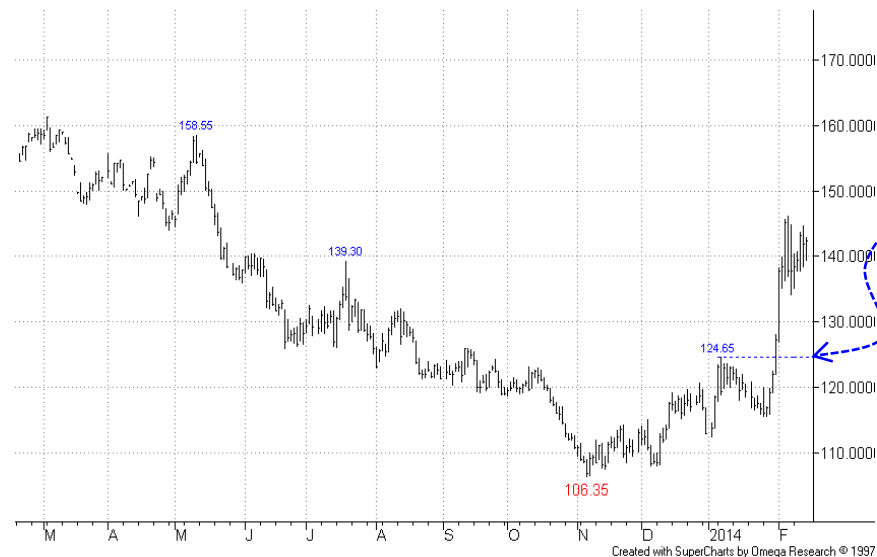
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Daily Chart – May-14:

Recovery recently picked up pace, with interest currently as much in the longer term charts. The 124.65 07-Jan high offers support now.

We maintain a bullish stance.

More



Grains and Softs: Cotton No.2 (ICE)

Summary

Energy

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Metals

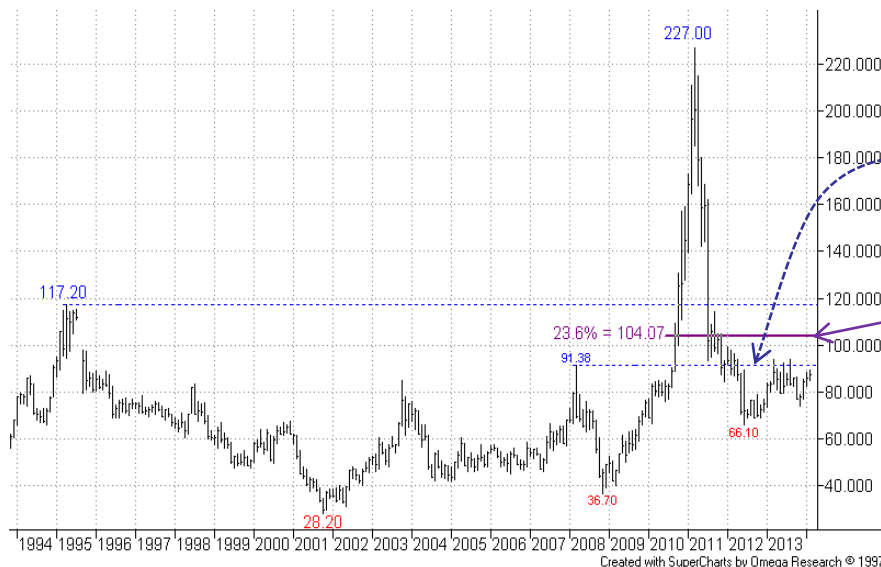
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Grains and Softs

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Other

- + Carbon Emissions
- + CRB Index



Monthly Chart – Continuation:

Earlier drop back in prices brought the chart back within the range of the previous decade.

Note first interesting resistance here doesn't come until the 23.6% rebound level just above 104.00.



Weekly Chart – Continuation:

Earlier recovery from the 2012 low has been impeded by resistance around the Mar-08 high area.

More



Grains and Softs: Cotton No.2 (ICE)

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Other

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Daily Chart – May-14:

The May chart shows highs in excess of the 89.04 Jun-13 high, with bulls now favoured. An old falling return line at 86.00 offers first support.

Interest is in the longer term charts, particularly the 104.00 area.

We hold a bull stance here.



Other

In **EUA (Carbon Emissions)** continued recovery has breached the long term 23.6% retracement. The **CRB Index** is recovering further.

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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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Weekly Chart – Continuation:

The 23.6% level has now been violated, together with the 5.99 Apr-12 low. Bulls eyes next swivel towards the 8.47 38.2% retracement.

More



Other: EUA – Carbon Emission Allowances (ICE ECX)

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Other

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Daily Chart – Dec-14:

Following breach of the long term falling resistance the upmove has pushed beyond the 50% retracement level. Bulls' eyes are now focused on the 7.16 61.8% level.

We maintain a bull stance here.

More



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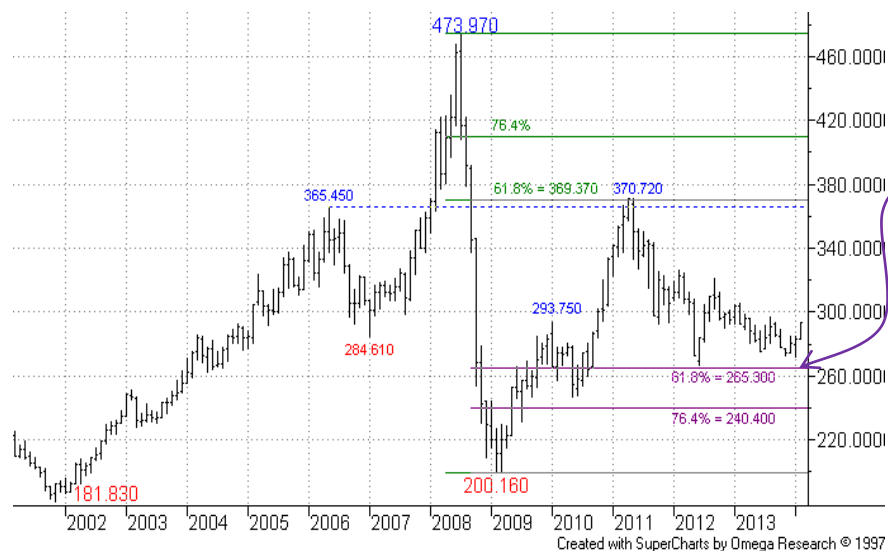
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Other

- + Carbon Emissions
- + CRB Index

Other: CRB Index (CBOT)



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 is again under pressure.

More



Summary

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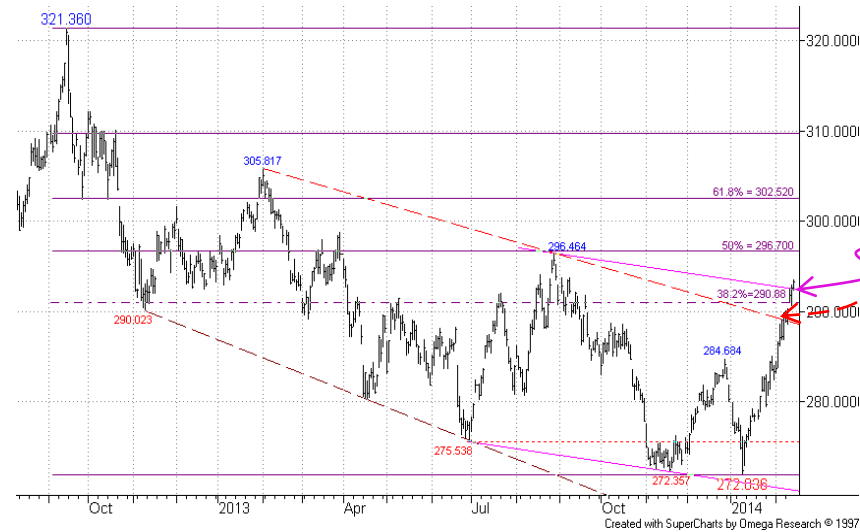
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Other: CRB Index (CBOT)



Daily Chart

The Index's recovery has now breached the falling resistance line and the 38.2% recovery level. This signals probable further gains, and a clearer move beyond the channel top projection would confirm this and turn our stance bullish.

We stay on the sidelines for now.



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