

Cocoa: Weekly: Finding equilibrium...

CC - Cocoa - Weekly Nearest Candlestick Chart

Op:6,255, Hi:6,269, Lo:5,822, Cl:5,956 SMA (40): 7,759 SMA (18): 6,338

Opportunity to examine an example of historical extremes:

- An epic price advance 500 – 600% in merely a year and a half triggered by a severe weather event impacting many aging vulnerable trees in key West Africa producing region – 70% global output.
- Rampant speculation emerged. Triple top formed @ \$12,000.
- Pendulum reverses: 'climactic blow-off' ensues: values drop by half from 3rd top in just 6 months, to levels near 78% Retracement from the explosive rally!

Question: downside momentum this year over-done?

An over-correction not taking into account new tree growth cycle some 5 years?

Are some technicals finally showing signs of life?

