

## Supramax May 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	10,716	R1	11,332		11,000	RSI above 50	Stochastic overbought
S2	10,043	R2	11,672				
S3	9,412	R3	12,250				

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is below the daily pivot USD 10,716
- Unchanged on the technical yesterday, we remained bearish with the MA on the RSI implying that momentum WAS supported. However, as noted previously, our Elliott wave analysis continued to suggest that upside moves should be considered as countertrend. The futures were at in inflection point, as price was on the 55-period EMA; A close above that held above the average would support a near-term bull argument, making USD 11,332 the key resistance to follow. If broken, then the probability of the futures trading to a new low would start to decrease. Likewise, failure to hold above the average would warn that the weekly pivot level (USD 10,200) could come under pressure.
- The futures have moved higher this morning with price above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 10,716 with the RSI at or below 49.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 11,332 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically we remain bearish with the MA on the RSI implying momentum supported. Price is now above both the 200 period MA and 55-period EMA, warning that the USD 11,332 resistance could be tested and broken. If it is, then the probability of the futures trading to a new low will start to decrease, meaning there is a greater chance that the bearish wave cycle could fail. Technically, the USD 11,332 resistance is vulnerable.