

## Coking Coal May 25 (Rolling Front Month)



Support		Resistance		last Price	Bull	Bear
S1	179.5	R1	193	187	RSI above 50	
S2	175	R2	198			
S3	170	R3	206			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (55)
- Stochastic is above 50
- We remained bearish on the last report with price testing polarity resistance (USD 177). The MA on the RSI implied that momentum was supported. We noted that a close above the USD 177 level would warn that the USD 186.5 resistance could come under pressure in the near-term; likewise, if rejected, then the USD 170 fractal low would remain vulnerable. The recent move to a new low was replicated by the RSI, warning upside moves look like they could be countertrend.
- The futures closed above the USD 177 polarity resistance, resulting in price trading up to the USD 186.5 level. We are above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 193 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish; as noted on the previous report, due to price and the RSI making new lows, upside moves have the potential be countertrend. The futures are now in divergence with the RSI, not a sell signal, it is a warning we could see a momentum slowdown. However, countering this, price is finding support on the 8-21 period EMA's. Technically we are cautious on move higher due to the divergence, but need to see the futures close below USD 179.5 to signal price action is weakening.