

Supramax June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	10,100	R1	10,316	10,300		RSI below 50
S2	9,945	R2	10,596			
S3	9,550	R3	10,750			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is above 50
- Price is below the daily pivot USD 10,316
- Technically bearish last week, the futures remained below the 200-period MA (USD 10,526); however, we were seeing a small acceleration of upside price movement with the futures moving away from the trend support that we had highlighted previously. Elliott wave analysis did suggest that upside moves should still be considered as countertrend, making USD 10,958 the key near-term resistance to follow. If we did close above and hold above the 200-period MA, it will warn that there is an underlying support entering the market.
- The futures have sold lower on the open this morning, we price is back below the trend support line (USD 10,369). We are below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 10,316 with the RSI at or below 40 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Upside moves that fail at or below USD 10,958 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures remain below the 200-period MA and 55-period EMA (USD 10,578—USD 10,600), having broken trend support on the open. Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, whilst the trend support break is warning that support levels are now vulnerable. However, we need to see price and momentum become aligned to the sell side for downside continuation.