

Supramax June 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,475		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- Price is above the daily pivot USD 10,316
- Technically bearish yesterday, the futures remained 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 continued to suggest that upside moves should be considered as counter-trend, whilst the trend support break warned that support levels were now vulnerable. However, we noted that we needed to see price and momentum become aligned to the sell side for downside continuation.
- Price and momentum failed to become aligned to the sell side yesterday, resulting in the futures opening with bid support this morning. We are above the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 10,316 with the RSI at or below 41 will mean price and momentum are aligned to the sell 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 have opened with bid support this morning, whilst the MA on the RSI is starting to turn higher, implying we have light momentum support. The futures are now trading on the trend resistance line (USD 10,465); however, we remain below the 55-period EMA and 200-period MA (USD 10,585—USD 10,612), whilst intraday Elliott Analysis implies upside moves should be countertrend, meaning we remain cautious on moves higher at this point. If we do close above and hold above the resistance zone (USD 10,465—USD 10,612), it will warn that there is underlying support in the market, meaning resistance levels could come under pressure.