

Supramax June 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	9,950		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (38)
- Stochastic is below 50
- Price is below the daily pivot USD 10,350
- Technically bearish last week, the MA on the RSI continued to suggest that we had light momentum support. The upside move previously had failed to hold above the trend resistance line (USD 10,548), whilst the futures remained below the intraday 200-period MA (USD 10,665) and the 55-period EMA (USD 10,579), meaning we remained cautious on moves higher whilst below the resistance zone. A close above that held above the USD 10,665 level would warn that there is an underlying support in the market. Elliott wave analysis continued to suggest that upside moves should be considered as countertrend.
- The futures moved higher but rejected the 55-period EMA yesterday (USD 10,478), resulting in price trading to new lows this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 10,350 with the RSI at or above 48 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 10,932 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish the upside rejection of the 55 period EMA yesterday continues to warn that the USD 9,550 fractal low could be tested and broken. The MA on the RSI implies momentum is weak, whilst Elliott wave analysis suggests that upside moves should be considered as countertrend.