

Supramax July 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	10,308	R1	10,600		10,475	RSI above 50	Stochastic overbought
S2	9,948	R2	10,674				
S3	9,625	R3	10,863				

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot USD 10,308
- Technically bearish with a neutral bias yesterday, the MA on the RSI continued to suggest that momentum was supported. The move above the USD 10,268 resistance meant that the probability of price trading to a new low would start to decrease, suggesting the USD 10,600 fractal resistance is vulnerable. If broken, the technical will be bullish. We have had a neutral view on the bearish technical due to the lack of clarity, the move above USD 10,268 now suggests we move higher.
- The futures have traded to a high of USD 10,575 with price above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 10,308 with the RSI at or below 48.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 9,948 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI implies momentum is supported. The probability of price trading to a new low has decreased, whilst the momentum support on the RSI suggests that the USD 10,600 fractal resistance will be broken. The upside move has been supported by the RSI making new highs, implying support levels should hold in the near-term if tested. Based on the resistance break yesterday, we are cautious on moves lower at this point. If we do trade below USD 9,948 before trading above USD 10,600 the technical will be back in bearish territory.