

Supramax July 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	10,209	R1	10,433	RSI above 50	
S2	9,973	R2	10,600		
S3	9,550	R3	10,665		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is above 50
- Price is below the daily pivot USD 10,483
- Technically bullish on Friday, the upside move had rejected the 200-period MA (USD 10,665), resulting in price selling lower. However, the upside move above USD 10,600 meant that the bearish intraday Elliott wave cycle looks to have completed, meaning we were now cautious on moves lower. If we did trade below the USD 9,973 support, then the probability of the futures trading above the USD 10,650 fractal high would start to decrease. We noted that this did not mean the Elliott wave cycle would be bearish, but it would suggest caution, as the cycle would start to be unclear.
- Like the rest of the freight complex, the futures did see bid support on the close on Friday; however, we are lower again this morning. We are between the 8-21 period EMA's with the RSI near neutral at 51, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 10,483 with the RSI at or above 56 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 9,973 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we are weakening having rejected the 200-period MA (USD 10,657) with price now testing the 55-period EMA (USD 10,209). However, as noted on Friday, key support is at USD 9,973, meaning we are cautious on moves lower whilst above this level. If broken, then the probability of the futures trading to a new high will start to decrease, meaning the Elliott wave cycle will become unclear.