

Supramax July 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	10,891	R1	11,133	RSI above 50	Stochastic overbought
S2	10,760	R2	11,342		
S3	10,586	R3	11,608		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Price is below the daily pivot USD 10,891
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported; however, the new high meant that we were now in divergence with the RSI, suggesting caution on moves higher at those levels. If we closed and held above the daily 200-period MA, it would support a bull argument. Due to the divergence, we were a cautious bull, as upside moves from here could struggle to hold.
- The futures remain supported with price above all key intraday moving averages. The RSI is above 50 with price and momentum aligned to the buy side.
- A close on the 4-hour candle below USD 10,891 with the RSI at or below 57.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 10,586 would support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that we have momentum support. The futures are trading above the daily 200-period MA (USD 10,846), a close that holds above the average will further support a bull argument. However, we remain in divergence with the RSI at this point, meaning we continue to a note of caution on upside moves whilst the divergence is in play. Like the Panamax, if the divergence fails, it will warn that we could be looking at a lower timeframe Elliott wave extension.