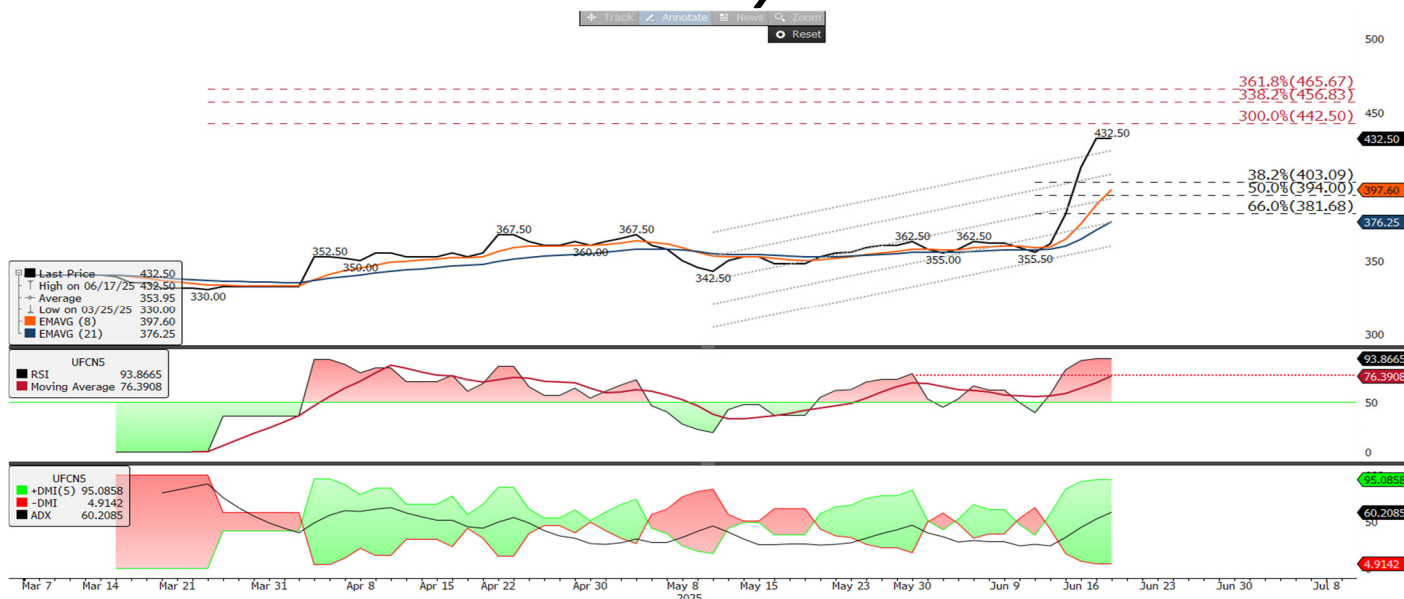


## Urea July 25



Support	Resistance	Previous Close	Bull	Bear
S1	403	R1	442	
S2	394	R2	456	
S3	381	R3	465	

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- 6 - period RSI is above 50 (93)
- Directional Market Index (DMI) +
- Technically bearish on the last report, the MA on the RSI implied that momentum was weak at that point. However, the RSI was below 20, warning it was starting to look a little overextended to the downside. As noted previously, the recent upside move was bullish impulse, suggesting downside moves should be considered as countertrend, meaning we maintain a note of caution on corrective moves whilst above the USD 351 support.
- The corrective move lower in the June futures held above the USD 351 support (low USD 356), resulting in price moving higher. We have now moved onto the July contract which has seen a strong move higher. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 381 will support a bull argument. Below this level the technical will have a neutral bias.
- Technically bullish, we have seen another bullish impulse move higher with the MA on the RSI implying momentum is supported. This suggests that downside moves have the potential to be countertrend, making USD 381 the key support to follow; if broken, then the probability of the futures trading to a new high will start to decrease. The futures are trading over two standard deviations above the linear regression line, warning price is currently looking overextended to the upside, leaving the technical vulnerable to a pullback in the near-term.