

Supramax Aug 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	11,641	R1	119,62		11,925	RSI above 50	Stochastic overbought
S2	11,440	R2	12,102				
S3	11,236	R3	12,397				

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (74)
- Stochastic is overbought
- Price is above the daily pivot USD 11,641
- Technically bullish yesterday, the new high meant that we had a minor divergence in paly with the RSI. Not a sell signal, it warned that we could see a momentum slowdown, which needed to be monitored. If the divergence failed, it would further support a buyers argument. Lower timeframe Elliott wave analysis suggested that corrective moves lower should be considered as countertrend. Dut to the divergence in play, we continued to have a note of caution on upside moves at that point. A close that held below trend support (USD 11,370), would warn that price could be entering a corrective phase lower.
- The divergence failed yesterday, supporting a buyer's argument, resulting in price moving higher. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 11,641 with the RSI at or below 65.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 10,960 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported. Lower timeframe Elliott wave analysis suggests that downside moves should be considered as countertrend, making USD 10,960 the key support to follow. Below this level the technical will have a neutral bias. A daily close below USD 11,633 will warn that buyside pressure is weakening, whilst a daily close below 11,541 will warn that sell side pressure is starting to increase, meaning we could be about to enter a corrective phase.