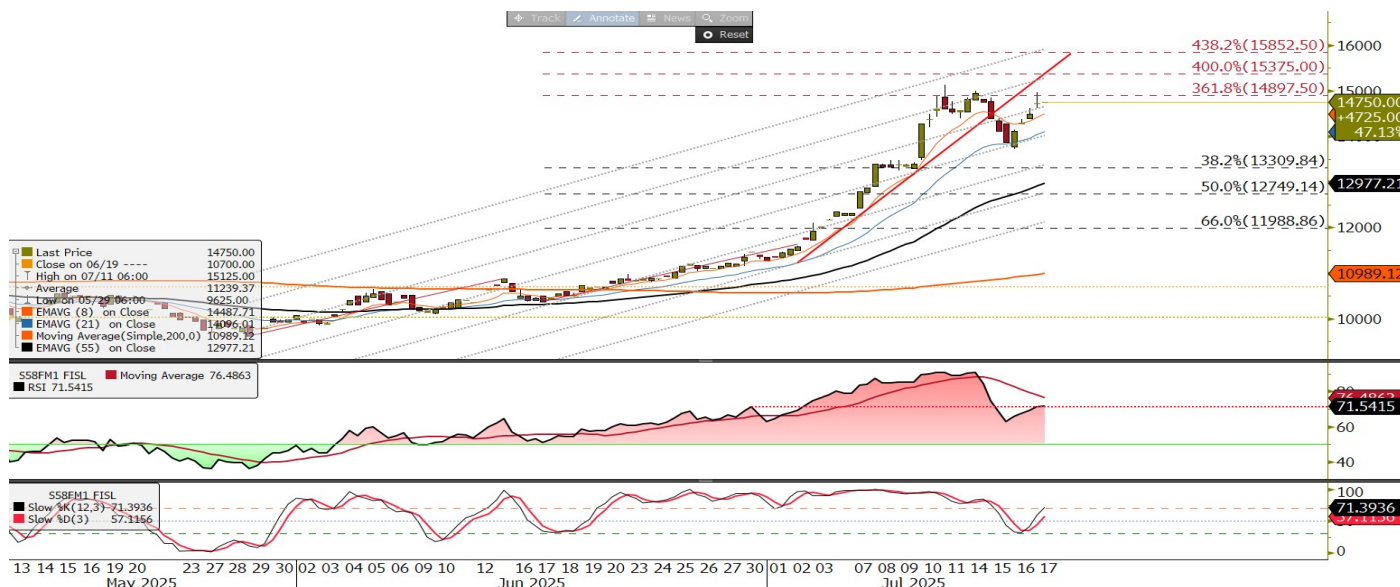


## Supramax Aug 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	14,750	RSI above 50	
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (71)
- Stochastic is above 50
- Price is above the daily pivot USD 14,283
- Technically bullish but in a corrective phase yesterday, the MA on the RSI implied that momentum was weak. The futures were finding bid support on the linear regression line (USD 13,709) with price back above the weekly pivot level (USD 13,991). However, we noted we were going to need to see a daily close above this level, supported by price and momentum becoming aligned to the buyside; if we did, then it would warn that buyside pressure was increasing, meaning the USD 15,125 fractal high could come under pressure. Like the Panamax. We were seeing signs of bid support, but needed further confirmation that this move higher was not part of the corrective phase.
- The futures closed above the weekly pivot level yesterday (USD 13,991) resulting in a move higher; however, price and momentum are conflicting. Price is above all key moving averages supported by the RSI above 50.
- A close on the 4-hour candle above USD 14,283 with the RSI at or above 78.5 will mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 11,988 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 remains weak; however, the upside move today is warning the USD 15,125 fractal high could be tested and broken; if it is, then we are looking at a lower timeframe bullish Elliott wave extension, suggesting we could trade as high as USD 17,124 within this phase of the cycle. However, above USD 15,125 the futures will be in divergence with the RSI, not a sell signal it warns we could see a momentum slowdown, which will need to be monitored. Regardless of price making a new high, our wave analysis continues to suggest that downside moves should be considered as countertrend.