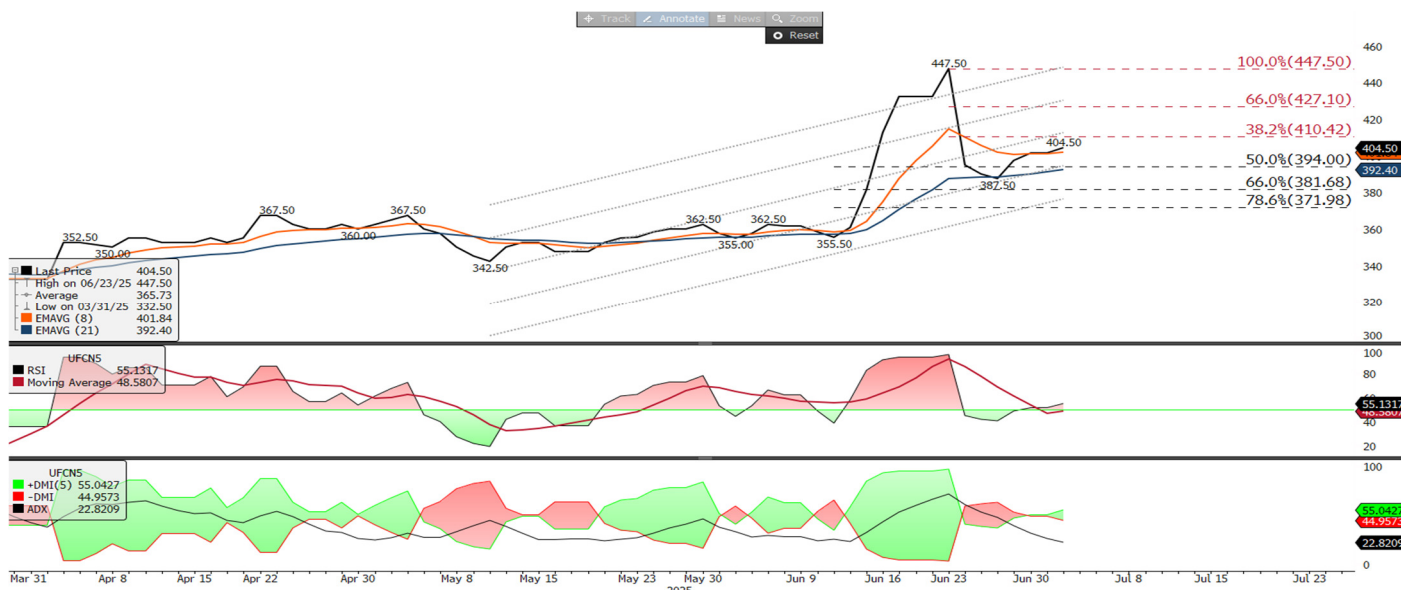


Urea July 25



Support	Resistance	Previous Close	Bull	Bear
S1	R1	404.5	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- 6 - period RSI is above 50 (55)
- Directional Market Index (DMI) +
- Technically bullish on the last report, we had seen another bullish impulse move higher with the MA on the RSI implying momentum was supported. This suggested that downside moves had 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 would start to decrease. The futures were trading over two standard deviations above the linear regression line, warning price was currently looking over-extend to the upside, leaving the technical vulnerable to a pullback in the near-term.
- With price two standard deviations above the linear regression line and looking overextended the futures entered a corrective phase, resulting in price trading to a low of USD 387.5 before finding light bid support. We are back above the 8-21 period EMA's with 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, the corrective move lower is currently holding above the USD 381 level, supporting a bull argument. If broken, then the pullback will be considered as deep, meaning the probability of price trading to a new high will start to decrease. A close that holds above the linear regression line (USD 412), will warn that the USD 427 Fibonacci resistance could come under pressure. This is a key resistance on the technical, as a move above this level will target the USD 447.5 fractal high. Time will be a factor, as the July is now starting to average in, meaning the longer we take to move higher, the less likely it is that a new high will be achieved.