

Supramax Sep 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	14,033	R1	14,807	RSI above 50	Stochastic overbought
S2	13,309	R2	15,125		
S3	12,749	R3	15,326		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Price is above the daily pivot USD 14,033
- Technically bullish in the last report on the 22/07, the MA on the RSI was starting to flatten, implying sell side momentum was slowing. Elliott wave analysis indicated that downside moves should be considered as countertrend, making USD 11,988 the key support to follow. The futures were below but approaching the linear regression line (USD 14,489), a close that held above it would warn that the USD 15,125 fractal resistance could be tested and broken. Conversely, if rejected, it would suggest we remained in a corrective phase of the bullish wave cycle. Like Panamax, we were seeing buyside support, but still needed to see further upside to confirm that resistance levels were vulnerable.
- The futures rejected the linear regression line, resulting in price trading to a low of USD 13,225, before finding bid support. We have now rolled into the Sep contract with price 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 14,033 with the RSI at or below 50 will mean price and momentum are 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 is supported. Having held the 55-period EMA (USD 13,596) we are now testing the linear regression line at USD 14,807. A close that holds above this level will indicate that buyside pressure is increasing, warning the USD 15,125 fractal high could be tested and broken. Conversely, if rejected, support levels will remain vulnerable. Intraday Elliott waver analysis continues to suggest that downside moves should be considered as countertrend. As previously noted, we are seeing buyside support, but still needed to see further upside to confirm that resistance levels were vulnerable.