

## Supramax Sep 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,350	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (60)
- Stochastic is overbought
- Price is below the daily pivot USD 15,391
- Technically bullish on the last report a week ago, the MA on the RSI implied that momentum was supported; however, the RSI was starting to cross the average, warning momentum could be starting to turn lower. As highlighted previously, the futures were in divergence with the RSI, warning we could see a momentum slowdown, which needed to be monitored. Elliott wave analysis suggests we have a potential upside target at USD 16,624 for this phase of the cycle; due to there been a higher timeframe bullish cycle in play, key longer-term support was at USD 11,622. A cautious bull.
- The futures did seem a corrective move to USD 15,525 before trading to a new high. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 15,391 with the RSI at or below 56.5 will mean price and momentum are aligned to the sell side. Likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,015 will support a bull argument, below this level the technical will have a neutral bias (for this phase of the cycle).
- Technically bullish, the new high means that price is in divergence with the RSI, for a second time. Our higher timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 11,639 the key support to follow. If broken, then the probability of price trading to a new high will start to decrease. With the dual divergence in play, we are currently cautious on upside moves at these levels at this point.