

Supramax Sep 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	15,525	R1	15,800		15,700	RSI above 50	Stochastic overbought
S2	14,661	R2	15,975				
S3	14,015	R3	16,003				

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Price is above the daily pivot USD 15,525
- Technically bullish yesterday, the new high meant that price was in divergence with the RSI. 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 would start to decrease. With the dual divergence in play, we were cautious on upside moves at those levels at that point.
- The futures remain supported with price trading to a high of USD 15,750. 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 15,525 with the RSI at or below 58 will mean price and momentum are aligned to the sell 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 MA on the RSI implies that momentum is supported. Higher timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. Lower timeframe Elliott wave analysis does suggest that we have a potential upside target for this phase of the cycle at USD 16,624; however, we have a dual divergence in play (highlighted), whilst the weekly 200-period MA is at USD 16,003, meaning we continue to have a note of caution on higher moves at these levels.