

Supramax Sep 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	14,661	R1	15,650	RSI above 50	Stochastic overbought
S2	14,015	R2	15,975		
S3	13,225	R3	16,003		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (61)
- Stochastic is overbought
- Price is below the daily pivot USD 15,650
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported. Higher timeframe Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. Lower timeframe Elliott wave analysis did suggest that we had a potential upside target for this phase of the cycle at USD 16,624; however, we noted that we had a dual divergence in play (highlighted), whilst the weekly 200-period MA was at USD 16,003, meaning we continued to have a note of caution on higher moves at those levels.
- The futures remain supported with price 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 15,650 with the RSI at or below 59 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buyside. 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, as noted previously, higher timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. However, we remain in divergence with the RSI, not a sell signal, it is a warning buyside momentum could slow down, which needs to be monitored. We are cautious on higher moves at these levels, as the futures are vulnerable to a technical pullback.