

Supramax Sep 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	16,700	R1	17,548		17,050	RSI above 50	Stochastic overbought
S2	16,366	R2	18,725				
S3	15,604	R3	20,210				

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (72)
- Stochastic is overbought
- Price is above the daily pivot USD 16,700
- Technically bullish on Thursday, the MA on the RSI implied that momentum was supported. The longer-term Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. However, the lower timeframe cycle was in divergence with the RSI which needs to be monitored. With the first of the two divergences failing, we were more cautious on intraday pullbacks, as it warned that there could still be further upside within this lower timeframe cycle.
- The futures have continued to move higher, we are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 16,700 with the RSI at or below 66.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 14,534 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. However, the 1-hour RSI is in divergence, warning buy side momentum has the potential to slow down. Higher timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. We are now cautious on upside moves at these levels at this point.