

Supramax Oct 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	15,075	R1	15,666		15,450	Stochastic oversold	RSI below 50
S2	14,318	R2	16,095				
S3	14,049	R3	17,200				

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot USD 15,666
- Technically bullish on Monday, the MA on the RSI warned that momentum remained weak; however, if price and momentum became aligned to the buy side, it will signal bull pressure was increasing, warning the USD 17,200 fractal high could be tested and broken. Conversely, downside moves below USD 15,797 would warn that the probability of the futures trading to a new high within this phase of the cycle would start to decrease; whilst above this level, resistance levels remained vulnerable.
- Price and momentum failed to become aligned to the buy side, resulting in the futures trading below the USD 15,797 support. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 15,666 with the RSI at or above 51 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 12,207 will support a longer-term bull argument. Likewise, upside moves that fail at or below USD 16,592 will leave the futures vulnerable to further tests to the downside, above this level, resistance levels will start to look vulnerable.
- Technically bullish but with a neutral bias, the probability of the futures trading to a new high has started to decrease. The MA on the RSI implies that momentum is weak with price below the 55-period EMA (USD 15,963), the move lower on the divergence alongside key support being broken, means we are cautious on upside moves at this point.