

Supramax Oct 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	15,075	R1	15,841		RSI below 50
S2	14,613	R2	16,350		
S3	14,318	R3	16,477		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is at 50
- Price is below the daily pivot USD 15,841
- Bullish with a neutral bias yesterday, the MA on the RSI implied that momentum was supported; however, we noted that had seen a 5-wave pattern lower, whilst price seems to be in the process of rejecting the USD 16,477 level. The stochastic was overbought whilst the RSI is crossing below 50. If the RSI held below 50, then momentum suggested that we could see another move lower; conversely, if the RSI moved above 50, then the stochastic would become less relevant. Whilst below USD 16,477 we remained cautious on upside moves.
- The RSI remains below 50 resulting in a small move higher. We are below the 8-21 period EMA's supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 15,841 with the RSI at or above 50.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 12,207 will support a longer-term bull argument.
- Bullish with a neutral bias, the probability of the futures trading to a new high has decreased. Price is now below the 55-period EMA (USD 15,846) having rejected the USD 16,477 resistance, warning the USD 15,075 resistance is vulnerable. As noted previously, the corrective phase looks to be a complex A, B, C, suggesting the USD 15,075 fractal low is vulnerable. We continue to be cautious on upside moves whilst below the USD 16,477 level.