

## Supramax Nov 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	13,900	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (33)
- Stochastic is oversold
- Price is on/above the daily pivot USD 13,866
- Unchanged on the technical yesterday, we remained bearish with the MA on the RSI implying that momentum was weak. We noted that a close above the high of the last dominant bear candle (USD 14,325) would warn that sell side pressure was decreasing, whilst a close above the intraday 200-period MA (USD 14,845) would imply buyside pressure was increasing, warning the Fibonacci resistance zone could come under pressure. However, the momentum low previously suggested that upside moves should in theory be countertrend in the near-term, making USD 16,035 the key resistance to follow. Above this level the probability of the futures trading to a new low would start to decrease.
- The futures traded to a low of USD 13,725 yesterday before seeing light bid support on the open this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 13,866 with the RSI at or above 36 will mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 12,207 will support a longer-term bull argument.
- Technically bearish, the momentum low continues to suggest that upside moves should be considered as countertrend in the near-term. The low yesterday means we have minor divergences on the 1-and-4-hour timeframes, warning sell side momentum could be slowing; whilst the divergences are in play, we are cautious on corrective moves lower. A close above the high of the last dominant bear candle (USD 14,100) will indicate sell side pressure is increasing, warning the 200-period MA at USD 14,845 could be tested. A close above this level will indicate that buyside pressure is increasing, meaning the USD 16,018 Fibonacci resistance could be tested.