

Supramax Dec 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	14,750	R1	15,192	RSI above 50	Stochastic overbought
S2	14,500	R2	15,309		
S3	13,550	R3	15,611		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (60)
- Stochastic is overbought
- Price is above the daily pivot USD 14,750
- Technically bearish yesterday, the futures were above the 55-period EMA, a close that held above USD 14,424 would target the 200-period MA (USD 15,171) and our key resistance at USD 15,309. Above USD 15,309 the probability of the futures trading to a new low would start to decrease; however, if rejected, it would warn that there could be further downside within the corrective phase. If we held above the USD 14,424 level, resistance levels should in theory come under pressure.
- The futures continue to see light bid support with price testing the 200-period MA 15,192. We are above the 8-21 period EMA's supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 14,750 with the RSI at or below 49 will mean price and momentum are aligned to the sell side. Up-side moves that fail at or below USD 15,309 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, price is now on the 200-period MA, meaning we are at an inflection point. A close that holds above the average will warn that the USD 15,309 Fibonacci resistance could be tested and broken; if it is, then the probability of price trading to a new low will start to decrease. The caveat, if we trade above USD 15,309 but fail to hold above the 200-period MA, then market bulls should be cautious, as like the Capesize, the average will carry more weight than the Fibonacci resistance. The MA on the RSI continues to indicate that momentum is supported, warning the USD 15,309 resistance is vulnerable.