

Supramax Jan 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	11,317	R1	11,941	Stochastic oversold	RSI below 50
S2	11,050	R2	12,584		
S3	10,572	R3	12,936		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (28)
- Stochastic is oversold
- Price is below the daily pivot USD 11,941
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak, whilst our Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 13,541 the key resistance to follow. If broken, then the probability of price trading to a new low would start to decrease. A close above the high of the last doming bear candle (USD 12,450) will indicate that buyside pressure is increasing, warning resistance could come under pressure in the near-term.
- The futures sold to a low of USD 11,450 before finding light bid support. We are below all key moving averages 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 11,941 with the RSI at or above 36 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 13,412 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical today, we remain bearish with Elliott wave analysis continuing to suggest that upside moves should be considered as countertrend. The MA on the RSI implies that momentum remains weak, meaning support levels continue vulnerable. As highlighted yesterday, if price and momentum become aligned to the buyside, or we close above the high of the last dominant bear candle (USD 12,000), it will indicate that buyside pressure is increasing.