

Supramax Jan 26 Morning Technical Comment – 240 Min



| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|---------------------|--------------|
| S1 | 11,050 | R1 | 12,431 | Stochastic oversold | RSI below 50 |
| S2 | 10,572 | R2 | 12,812 | | |
| S3 | 10,425 | R3 | 13,328 | | |

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (29)
- Stochastic is oversold
- Price is above the daily pivot USD 11,308
- We were unchanged on the technical again on Friday, we remained bearish with Elliott wave analysis continuing to suggest that upside moves should be considered as countertrend. The MA on the RSI implied that momentum remained weak, meaning support levels continued to be vulnerable. As highlighted previously, if price and momentum became aligned to the buyside, or we closed above the high of the last dominant bear candle (USD 11,500), it would indicate that buyside pressure is increasing.
- The futures sold to a low of USD 11,200 before finding light bid support. We remain below all key moving averages supported by the RSI above 50, intraday price and momentum are still aligned to the sell side, as the previous candle close was below the daily pivot level whilst the RSI was below its average.
- A close on the 4-hour candle above USD 11,308 with the RSI at or above 31.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 13,328 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with upside moves considered as countertrend, the futures remain in a trending environment; however, we are now seeing signs of light bid support. If price and momentum become aligned to the buyside, or we close above the high of the last dominant bear candle (USD 11,500), it will indicate that intraday buyside pressure is increasing.