

Supramax Jan 26 Morning Technical Comment – 240 Min



	Support		Resistance	Current Price	Bull	Bear
S1	10,400	R1	10,995	10,550	Stochastic oversold	RSI below 50
S2	9,950	R2	10.50			
S3	9,625	R3	12,789			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (23)
- Stochastic is oversold
- Price is below the daily pivot USD 11,050
- Unchanged on the technical yesterday, we remained bearish with upside moves considered as countertrend. As stated previously, if price and momentum became aligned to the buyside, or we closed above the high of the last dominant bear candle (UDS 11,500), it would indicate that intraday buyside pressure is increasing.
- We have now moved back to the rolling front month contract as we need a larger data field. Price continues to sell lower, we remain below all key moving averages supported by the RSI below 50.
- A close on the 4-hour candle above USD 11,050 with the RSI at or above 27 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 14,492 (revised higher in line with the rolling front month technical) 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 move considered as countertrend, the MA on the RSI implies light momentum weakness; however, it is now starting to flatten, warning sell side momentum could slow down. We are approaching a support zone from April/May of this year, USD 10,400 is the heaviest traded level in the last 12 months (based on our market profile charts), whilst we have intraday fractal support levels at USD 9,950 and USD 9,625. As stated previously, if price and momentum become aligned to the buyside, or we closed above the high of the last dominant bear candle (UDS 10,925), it will indicate that intraday buyside pressure is increasing. With the MA on the RSI starting to flatten, whilst we price is approaching a support zone, we are now becoming cautious on downside moves at these levels in the near-term.