

Supramax Jan 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	10,625	R1	12,789	Stochastic oversold	RSI below 50
S2	10,400	R2	13,512		
S3	9,950	R3	14,492		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (28)
- Stochastic is oversold
- Price is above the daily pivot USD 10,625
- Technically bearish with upside move considered as countertrend yesterday, the MA on the RSI implied that we had light momentum weakness; however, we noted that it was starting to flatten, warning sell side momentum could slow down. We were approaching a support zone from April/May of this year, whilst USD 10,400 was the heaviest traded level in the last 12 months (based on our market profile charts), we had intraday fractal support levels at USD 9,950 and USD 9,625. As stated previously, if price and momentum became aligned to the buyside, or we closed above the high of the last dominant bear candle (USD 10,925), it would indicate that intraday buyside pressure was increasing. With the MA on the RSI starting to flatten, whilst price was approaching a support zone, we were becoming cautious on downside moves at these levels in the near-term.
- The futures have found light bid support resulting in a small move higher. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 10,625 with the RSI at or below 23 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 14,492 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with intraday Elliott wave analysis suggesting that upside moves should be considered as countertrend. Price and momentum are aligned to the buyside, signaling we are seeing light momentum support, leaving price vulnerable to an intraday countertrend move higher. If we close above the high of the last dominant bear candle (USD 10,925) it will further signal that buyside pressure is increasing.

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