

**DCE Coking Coal Active Contract (May 26) Intraday 4-hour**

Support	Resistance	Current Price	Bull	Bear
S1	1,170	R1	1,245	
S2	1,149	R2	1,278	RSI above 50
S3	1,131	R3	1,297	Stochastic overbought

**Synopsis - Intraday**

Chart source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (61)
- Stochastic is overbought
- Price is above daily pivot level RMB 1,131
- Technically bearish with a neutral bias on the last report, the MA on the RSI implied that momentum was weak at that point. We noted that we had a 3-wave pattern lower with price holding above the RMB 1,058 support, meaning we remained cautious on downside moves whilst above this level. If broken, then the technical would be back in bearish territory. If price and momentum became aligned to the buy side it would indicate that buy side pressure is increasing, warning resistance levels could be tested and broken.
- Price and momentum became aligned to the buy side, resulting in the futures trading to a new high, the technical is now bullish. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below RMB 1,131 with the RSI at or above 51.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above RMB 1,121 will support a bull argument, below this level the technical will have neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported. Having held key support previously the new high implies that there is a larger, bullish Elliott wave cycle in play, indicating downside moves should be considered as counter trend, making RMB 1,121 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. Bullish, Elliott wave analysis suggests that corrective throwbacks could struggle to hold.