

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

Support	Resistance	Current Price	Bull	Bear
S1 1,175	R1 1,223	1,191	RSI above 50	Stochastic overbought
S2 1,154	R2 1,245			
S3 1,124	R3 1,278			

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (56)
- Stochastic is overbought
- Price is below daily pivot level RMB 1,223
- Technically bullish on the last report, the MA on the RSI implied that momentum was supported. Having held key support previously the new high implied that there was a larger, bullish Elliott wave cycle in play, indicating downside moves should be considered as countertrend, making RMB 1,121 the key support to follow. If broken, then the probability of the futures trading to a new high would start to decrease. Bullish, Elliott wave analysis suggests that corrective throwbacks could struggle to hold.
- Having trade to a low of RMB 1,163 the futures traded to a new high at RMB 1,245.5; however, price has now entered a corrective phase. We are above the EMA support band with the above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above RMB 1,223 with the RSI at or above 64.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above RMB 1,124 will support a bull argument, below this level the technical will have neutral bias.
- Technical outlook—The recent rally has produced a lower-timeframe negative RSI divergence, signaling a loss of momentum at elevated levels. While the broader technical bias remains bullish, price action appears to be in a corrective phase. The presence of divergence at Fibonacci resistance warrants caution, as it increases the risk of a near-term test of the Fibonacci support zone. Elliott Wave analysis suggests the current pullback is developing as a countertrend Wave 4, with RMB 1,124 identified as the key support level. Corrective retracements that hold above this level would confirm underlying demand and preserve the bullish structure. A break below RMB 1,124 would weaken the technical condition and materially increase the risk that the bullish wave cycle fails. For now, momentum is softening, but the broader bullish structure remains intact.

Chart source Bloomberg