

**Supramax Feb 26 Morning Technical Comment – 240 Min**

Support	Resistance	Current Price	Bull	Bear
S1	10,041	R1	10,482	
S2	9,612	R2	10,906	Stochastic oversold
S3	9,085	R3	11,425	RSI below 50

**Synopsis - Intraday**

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (33)
- Stochastic is oversold
- Price is above the daily pivot USD 10,041
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak, whilst Fibonacci projection levels suggested that we could trade as low as USD 7,639 within this phase of the cycle. The new low meant that price was in divergence with the RSI, not a buy signal, it warned that sell side momentum could slow down, this needed to be monitored. Although bearish, due to the divergence in play we had a note of caution on downside moves. Upside moves above USD 10,906 would warn that the probability of the futures trading to a new low had started to decrease, whilst above USD 11,425 the technical would become bullish.
- The futures have seen light bid support, we remain below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 10,041 with the RSI at or below 30.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 10,906 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is now flat, indicating sell side momentum has started to slow. Fibonacci projection levels suggest that we could trade as low as USD 7,639 within this phase of the cycle; however, we remain in divergence with the RSI, not a buy signal, it is a warning that sell side momentum could slowdown, which needs to be monitored. With the divergence in play we are cautious on downside moves at these levels. Upside moves above USD 10,906 will warn that the probability of the futures trading to a new low has started to decrease, whilst above USD 11,425 the technical will become bullish.