

Supramax Feb 26 Morning Technical Comment – 240 Min**Synopsis - Intraday**

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (40)
- Stochastic is at 50
- Price is above the daily pivot USD 10,258
- Technically bearish yesterday, the MA on the RSI was flat, indicating sell side momentum had started to slow. Fibonacci projection levels suggested that we could trade as low as USD 7,639 within this phase of the cycle; however, we remained in divergence with the RSI, not a buy signal, it warned that sell side momentum could slowdown, which needed to be monitored. With the divergence in play we were cautious on downside moves at those levels. 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 will become bullish.
- The futures continue to see light bid support, we are between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 10,258 with the RSI at or below 32 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 implies that we have light momentum support at this point, leaving resistance levels vulnerable. We remain cautious on downside moves due to the positive divergence that is in play. Upside moves above USD 10,906 will imply that the probability of the futures trading to a new low has started to decrease, whilst above the USD 11,425 fractal resistance the technical becomes bullish.