

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 (43)
- Stochastic is overbought
- Price is below the daily pivot USD 10,575
- Technically bearish on the previous report, the MA on the RSI implied that we had light momentum support at this point, leaving resistance levels vulnerable. We remained cautious on downside moves due to the positive divergence that was in play. Upside moves above USD 10,906 would imply that the probability of the futures trading to a new low had started to decrease, whilst above the USD 11,425 fractal resistance the technical would become bullish.
- The futures traded to a high of USD 10,675 before seeing bids fade a little on the open this morning. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are still aligned to the buy side, as the previous candle close on (not below) the daily pivot level.
- A close on the 4-hour candle below USD 10,575 with the RSI at or below 38 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.
- Technical Outlook—Cautious bear. The RSI moving average continues to indicate that momentum is supported, with recent upside moves largely driven by a positive RSI divergence. However, price remains below key resistance at USD 10,906. A rejection at USD 10,906 would suggest the potential for further technical weakness, a move above this resistance would reduce the probability of the futures trading to a new low. Given the recent move higher on the divergence, we continue to exercise caution on downside moves.