

Supramax Feb 26 Morning Technical Comment – 240 Min

Support	Resistance	Current Price	Bull	Bear
S1	10,250	R1	10,906	
S2	9,900	R2	11,425	
S3	9,209	R3	12,225	

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is above 50
- Price is above the daily pivot USD 10,250
- Technical Outlook—Cautious bear. We noted yesterday that sell-side pressure in the prior session failed to hold as a positive divergence below USD 9,900 prompted a rebound, resulting in higher prices on the open. The presence of divergence alongside Fibonacci support argued for caution on further downside at that stage. On the upside, a move above USD 10,906 would signal strengthening buy-side pressure and reduce the probability of price printing a new low. For upside continuation, price would need to sustain a move above the 55-period EMA at USD 11,077 and subsequently clear the USD 11,425 fractal resistance. A successful break and hold above these levels would mark a structural shift to a bullish technical outlook. Until then, the broader bias remained cautiously bearish.
- Having rebounded yesterday the futures continue to see light bid support. We are above the 8-21 period EMA's with the RSI near-neutral at 51, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 10,250 with the RSI at or below 40 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 rebound prompted by the positive divergence below USD 9,900 has resulted in price breaching the near-term fractal resistance at USD 10,675. A sustained break above this level would open the door for a test of the USD 10,906 Fibonacci resistance. This is a key level; as a break above it would signal strengthening buy-side pressure and reduce the probability of price printing a new low. For upside continuation, price would need to hold above the 55-period EMA—also located at USD 10,906—and subsequently clear the USD 11,425 fractal resistance.