

Supramax Feb 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	12,483	R1	12,885	
S2	12,182	R2	13,212	
S3	10,825	R3	13,539	Stochastic overbought

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is on the daily pivot USD 12,483
- Technical outlook Monday: Cautious bull. The upside move to a new high meant that the futures were divergent with the RSI, this had resulted in bids fading and price and momentum becoming aligned to the sell side, making USD 12,122 the key near-term support to follow. A move below USD 12,122 would reduce the probability of the futures achieving a new high, while below USD 11,825 the technical would be bearish based on price. However, corrective moves that held at or above USD 10,852 would warn that there could be a larger, bullish Elliott wave cycle coming into play. Fibonacci extension levels indicate we could trade as high as USD 13,539, but the divergence would need to be monitored closely on any higher moves from there.
- The futures traded to a high of USD 12,875 before seeing bids fade again. We are between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 12,483 with the RSI at or above 64.5 will mean price and momentum are aligned to the buy side. Likewise, a close below this level with the RSI at or below 60 will mean it is aligned to the sell side. Downside moves that hold at or above USD 12,182 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Cautious Bull.
- The futures remain in divergence with the RSI, making USD 12,182 the key support to follow. A move below USD 12,182 would reduce the probability of the futures achieving a new high, while below USD 11,825 the technical would be bearish based on price. However, corrective moves that held at or above USD 10,911 would warn that there could be a larger, bullish Elliott wave cycle coming into play. Fibonacci extension levels indicate we could trade as high as USD 13,539, but the divergence would need to be monitored closely on any higher.