

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

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (59)
- Stochastic is below 50
- Price is on/above the daily pivot USD 12,533
- Technical outlook Wednesday: Cautious bull. The futures remained in divergence with the RSI yesterday, 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.
- The futures traded down to the 21 period EMA before finding light bid support, the RSI is above 50 with price and momentum aligned to the sell side, as the previous candle close was below the daily pivot level.
- A close on the 4-hour candle above USD 12,533 with the RSI at or above 63.5 will mean price and momentum are aligned to the buy 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.
- Technically we have a potential upside target at USD 13.539 for this phase of the cycle; however, we continue to have a note of caution due to the divergence, as this will need to be closely monitored. While above USD 12,182 the futures remain in bull territory, meaning resistance levels will be vulnerable; although we have a cautious note, the RSI is above 50 with the stochastic at 30, this momentum play does warn that the USD 12,875 fractal high could be about to come back under pressure in the near-term.