

## Supramax March 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	15,355	R1	16,158		RSI above 50	Stochastic overbought
S2	14,718	R2	16,659			
S3	14,636	R3	17,350			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Price is below the daily pivot USD 16,158
- Technical outlook Monday: Cautious Bull. The futures remained in divergence with the RSI, not a sell signal it warned that buyside momentum could slow down, this needed to be monitored. Countering this, the RSI was testing near-term resistance from the 11/02, if broken, it would warn that Fibonacci resistance could come under further pressure.
- The futures traded to a high of USD 16,375 before seeing a small pullback. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 16,158 with the RSI at or above 67 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 13,372 will support a bull argument, below this level the technical will have a neutral bias. Note: support has been moved lower in line with the bullish Elliott wave extension highlighted in the weekly report last week.
- Technical outlook: Cautious bull
- Unchanged on the technical this morning, we remain in a bullish trending environment with the RSI breaching near-term resistance, this is a warning that momentum remains supported. However, price remains in divergence with the RSI, warning we continue to be vulnerable to a momentum slowdown. A close below the secondary trend support at USD 15,355 will warn sell side pressure increasing, leaving primary trend support at USD 14,718 vulnerable. However, our Elliott wave analysis does suggest that downside moves should be considered as countertrend, making USD 13,372 the key support to follow. Below this level the probability of price trading to a new low will begin to decrease.