



SMX Intraday Morning Technical

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Supramax Oct 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	13,675	R1	14,200	Stochastic oversold	RSI below 50
S2	12,915	R2			
S3	12,316	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA’s
- RSI is below 50 (41)
- Stochastic is oversold
- Price is below the daily pivot USD 14,541
- Technically unchanged yesterday in the sense that the downside move looked to be an Elliott wave countertrend wave 4. We had the potential to see momentum conflict, as the MA on the RSI suggested momentum weakness; however, the RSI was near neutral at 49 with the stochastic in oversold territory. If the RSI moved above 50, then momentum would warn that resistance levels would be vulnerable. Likewise, if the RSI held below 50, then the oversold stochastic would be considered as less relevant. If price and momentum became aligned to the buy side, then there would be a greater chance that resistance levels could come under pressure. The futures continued to sell lower with price remaining below the 8-21 period EMA’s, the RSI is below 50 with price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 14,514 with the RSI at or above 51 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 12,915 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 15,387 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 16,050 fractal high.
- Technically bullish but in a correcting phase, the RSI is making new lows whilst the MA on the RSI is implying momentum weakness. This would suggest that upside moves could struggle to hold in the near-term, implying there is potentially further downside within this corrective phase. If the USD 15,387 resistance is broken, it will warn that the USD 16,050 fractal high could be tested and broken. Likewise, below USD 12,915 the probability of the futures trading to a new high will decrease.

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