



# SMX Intraday Morning Technical

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## Supramax May 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	15,766	R1	16,375	RSI above 50	
S2	15,388	R2	16,702		
S3	15,075	R3	16,875		

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (55)
- Stochastic is below 50
- Price is above the daily pivot USD 15,766
- Technically bullish yesterday, the futures had entered a corrective phase. Downside moves that held at or above USD 15,388 would support a bull argument, below this level the technical would have a neutral bias. Below USD 14,875 the intraday technical would be bearish, warning support levels could come under pressure. USD 14,659 was the key support to follow, if we held this level, it would warn that there was potentially a larger bull cycle in play; if broken, then the probability of the futures trading to a new high would start to decrease. We remained cautious on upside moves in the near-term due to the divergence in play; however, as noted previously, due to the strength of the upside move, corrective moves lower now look like they could be countertrend. The futures have found light bid support on the open, having created a 3-point trend support. We are above 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 15,766 with the RSI at or above 60.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 15,388 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the pullback yesterday was not deep enough to be the pullback we were looking for, as we remain above the USD 15,388 support. If broken, then the probability of the futures trading to a new high within this phase of the cycle will start to decrease. However, key longer-term support remains at USD 14,659; downside moves that hold at or above this level will warn that there is potentially a larger, bullish Elliott wave cycle in play. We have held support but remain cautious on upside moves as the pullback has been on the back of a negative divergence with the RSI, meaning support levels remain vulnerable. If we close on the 4-hour candle below trend support (USD 15,603) it would suggest that the USD 15,833 level could be tested and broken.

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