



# SMX Intraday Morning Technical

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## Supramax July 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	14,891	R1	15,075		Stochastic overbought
S2	14,513	R2			
S3	14,325	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Price is above the daily pivot USD 14,891
- Technically bearish yesterday, momentum was conflicting as the MA on the RSI implied that it was supported; however, the RSI was below 50 with the stochastic in oversold territory, indicating we could move lower. We were above the weekly pivot level (USD 14,733) suggesting momentum was supported at this point, a close below it would imply that sell side pressure was increasing. This technical was conflicting, as the lower timeframe Elliott wave cycle warned that it could have completed, but we remained below the USD 15,156 resistance. If broken, then the probability of the futures trading to a new low would start to decrease. Like the close report last night, we maintained a neutral view due to the lack of directional bias.
- We noted in the close report last night, that although we had seen a rejection of the USD 15,156 resistance, the futures were gapping down but producing bull candles, warning we are seeing buyside support in the market. The futures have moved higher on the open with price testing the resistance once again. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 14,891 with the RSI at or below 39 will mean price and momentum are aligned to the sell side. Upside moves that fail at to below USD 15,156 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The RSI is neutral at 50 whilst the stochastic is overbought, if we move above 50 then stochastic is considered to be less relevant. The MA on the RSI implies we are seeing momentum support. Buyside support on the move lower yesterday means resistance levels are coming under pressure, above USD 15,156 the probability of the futures trading to a new low will start to decrease. Price action is bullish but at resistance, the technical is bearish. Technically we are not a buy at this point as we are vulnerable to another pullback due to the resistance. Market bulls will need to see price break the USD 15,156 resistance, then close above and hold above the 55-period EMA (USD 15,158). Failure to hold above the average will leave the futures vulnerable to an intraday pullback. We are still in balance on this technical.

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