



# SMX Intraday Morning Technical

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## Supramax August 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	14,617	R1	14,876	Stochastic oversold	RSI below 50
S2	14,453	R2	15,078		
S3	14,287	R3	15,325		

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot USD 14,808
- Technically bearish yesterday, the MA on the RSI was flat, meaning momentum is neutral. Technically we were in divergence with the RSI, warning that we have the potential to see a momentum slowdown; however, the RSI was testing support, if we closed below it, then it would warn that there could be further downside in this technical. Previously we noted that the futures looked to have completed a 5-wave pattern lower (cycle ended 29/05), if we did trade below the USD 14,661 level, it would warn that there could be a larger, bearish Elliott wave cycle in play. However, this cycle was not yet evident on our lower timeframe oscillators. We were cautious on moves lower unless the divergence failed.
- The futures traded below the USD 14,661 level, we are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 14,808 with the RSI at or above 48 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 15,078 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the move below USD 14,661 is warning that there is potentially a larger corrective phase in play, the RSI did make a new low yesterday, but we are holding around the support level. This technical is unclear, price action is bearish, but the lower timeframe Elliott wave cycle remains unclear, meaning I cannot see if this is a wave extension or not. Although we had a strong bear candle on the daily hart yesterday, the daily 200-period MA is at USD 14,287, this is a benchmark average, suggest market sellers will need to be cautious whilst above it. There are too many conflicting variables on this technical, meaning we have a neutral view.

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