



# SMX Intraday Morning Technical

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## Supramax Jan 25 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	8,300	R1	8,858	Stochastic oversold	RSI below 50
S2	7,651	R2	11,251		
S3	6,925	R3	12,062		

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (16)
- Stochastic is oversold
- Price is below the daily pivot USD 8,858
- Technically bearish on Friday, the divergence had failed due to the gap lower on the roll. However, this meant we were 21% below the 55-period EMA, indicating we had formed a mean reversion gap with the average, suggesting the futures need to move higher, or consolidate to allow the average to move lower. As noted previously, intraday Elliott wave analysis continued to suggest that upside moves should in theory be countertrend. A cautious bear due to the mean reversion gap.
- The futures consolidated on Friday before seeing a small move lower on the open this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 8,858 with the RSI at or above 28.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 13,162 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying momentum remains weak; however, the futures remain 20.5% below the 55-period EMA, meaning we remain vulnerable to either a pullback, or a consolidation phase. We should note that the intraday RSI is currently at 16, in late 2021 it went as low as 12. If the RSI does achieve this level, then we it will start to look very overextended. We maintain a cautious view on downside moves at these levels due to the mean reversion gap; as noted previously, intraday Elliott wave analysis continues to suggest that upside moves should in theory be countertrend

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