



# SMX Intraday Morning Technical

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## Supramax Feb 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	6,479	R1	7,291	
S2	5,600	R2	8,065	Stochastic oversold
S3	4,720	R3	8,695	RSI below 50

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (23)
- Stochastic is oversold
- Price is below the daily pivot USD 7,291
- Technically bearish yesterday, the MA on the RSI implied that we had light momentum weakness. Countering this, we remained in divergence on the intraday and daily timeframes, warning we had the potential to see a momentum slowdown. Price action continued to weaken; the RSI was in divergence but had broken near-term support. We noted that market buyers would need to see a close on the daily chart above USD 7,761 to signal that buy-side pressure was increasing. We remained cautious on moves lower due to the divergences in play.
- The futures have seen another small move lower. We remain 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 7,291 with the RSI at or above 25.5 will mean price and momentum are aligned to the buy-side. Upside moves that fail at or below USD 8,602 will leave the futures vulnerable to further tests to the downside, above this level the lower timeframe Elliott wave cycle will have a neutral bias.
- Technically bearish, the MA on the RSI is indicating that momentum remains weak. The near-term RSI break yesterday signals that we are on a lower timeframe Elliott wave 3 (highlighted on the chart), meaning intraday upside moves should be countertrend in the very near-term, making USD 8,602 the key resistance to follow; if broken, then the probability of the futures trading to a new low will start to decrease. We are still in divergence from the move below USD 8,050, this will need to be monitored, as lower time frame wave-5's can be vulnerable to go missing waves on freight. We remain a cautious bear, as the futures are still a very high risk sell at these levels.

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