



SMX Intraday Morning Technical

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Supramax April 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	11,358	R1	11,800	RSI above 50	Stochastic overbought
S2	11,055	R2			
S3	10,513	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (61)
- Stochastic is overbought
- Price is above the daily pivot USD 11,358
- Technically bearish with a neutral bias yesterday, the MA on the RSI implied that momentum was supported. We maintain a neutral view on this chart; however, we noted yesterday that like that Panamax, an upside moves above USD 12,225 would create a negative divergence with the RSI, meaning we are cautious on upside breakouts above this level. The RSI suggested that if we moved to a new high, then a wave extension would struggle to hold, whereas if it was a new cycle, the divergence was too dominant to consider the market a technical buy. Despite the move above key resistance and the lack of clarity in the Elliott wave cycle, my interpretation of the psychological logic of the wave cycle, still suggested that we needed to move lower at that point.
- We continue to move higher but price is yet to make a new high. However, the Elliott wave footprint is changing due to the expansion of time, if we trade to a new high, then we are looking at an Elliott wave extension. To be clear, we have not extended yet, I have however changed the wave cycle in anticipation that we might. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 11,358 with the RSI at or below 53.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 10,513 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI implies momentum is supported, warning the USD 12,225 fractal high is vulnerable. As noted above, we have not yet seen a wave extension; if we do trade to a new high, then we will. Above USD 12,225 our Fibonacci projection levels suggest we could trade as high as USD 13,357. However, as noted previously, a new high will create a negative divergence with the RSI, meaning we remain cautious on upside breakouts above this level.

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