EMISSIONS | OIL | FERROUS | <mark>FREIGHT</mark> | AGRI | METALS | ENERGY | PHYSICAL FREIGHT

FIS

SMX Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Supramax May 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	10,716	R1	11,332	11,000	RSI above 50	Stochastic overbought
S2	10,043	R2	11,672			
S3	9,412	R3	12,250			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is below the daily pivot USD 10,716
- Unchanged on the technical yesterday, we remained bearish with the MA on the RSI implying that momentum WAS supported. However, as noted previously, our Elliott wave analysis continued to suggest that upside moves should be considered as countertrend. The futures were at in inflection point, as price was on the 55-period EMA; A close above that held above the average would support a near-term bull argument, making USD 11,332 the key resistance to follow. If broken, then the probability of the futures trading to a new low would start to decrease. Likewise, failure to hold above the average would warn that the weekly pivot level (USD 10,200) could come under pressure.
- The futures have moved higher this morning with price above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 10,716 with the RSI at or below 49.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 11,332 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically we remain bearish with the MA on the RSAI implying momentum supported. Price is now above both the 200 period MA and 55-period EMA, warning that the USD 11,332 resistance could be tested and broken. If it is, then the probability of the futures trading to a new low will start to decrease, meaning there is a greater chance that the bearish wave cycle could fail. Technically, the USD 11,332 resistance is vulnerable.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at <u>freightinvestorservices.com</u>