FIS
SMX Intraday Morning Technical

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

Supramax Aug 25 Morning Technical Comment – 240 Min

	Support		Resistance	Current Price	Bull	Bear
S1	14,700	R1	14,897			
S2	13,309	R2	15,375	14,825	RSI above 50	Stochastic overbought
S3	12,749	R3	15,852			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's

- RSI is above 50 (90)

- Stochastic is overbought

- Price is above the daily pivot USD 14,700

- Technically bullish on Friday, the MA on the RSI continued to suggest that momentum was supported. The upside move previously had created two intraday Doji candlesticks, warning of indecision in the market. We had traded to a new high on the open; however the Doji's had been followed by upside rejection, warning buyside momentum could be slowing. If price and momentum became aligned to the sell side, it would warn that we could be entering a corrective phase. However, as noted previously, our Elliott wave analysis suggests that downside moves should be considered as countertrend.

- The futures traded to a low of USD 14,400 before finding light bid support on the open. We remain 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 14,700 with the RSI at or below 85.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 11,988 will support a bull argument, below this level the technical will have a neutral bias.

- Technically bullish, the MA on the RSI continues to suggest that momentum is supported; however, there are signs that the average is starting to flatten. Our Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 11,988 the key support to follow. Below this level the probability of the futures trading to a new high will start to decrease. Upside moves above USD 15,125 look like they could create a negative divergence with the RSI on the 1-hour timeframe, meaning we do have a note of caution on upside breakouts above this level today. If the divergence fails, it will warn we could see further upside.