

FIS SMX Intraday Morning Technical

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Supramax Oct 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	16,137	R1	16,575	16,300	RSI above 50	
S2	15,797	R2	17,200			
S3	15,529	R3	17,441			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is below 50
- Price is below the daily pivot USD 16,575
- Bullish but in corrective phase yesterday, the MA on the RSI had started to flatten, implying buy-side pressure was easing. Corrective moves that held at or above USD 15,797 would support a bull argument, warning we could see another test to the upside; if broken, the probability of the futures trading to a new high would start to decrease. We remained cautious on upside moves due to the divergences in play; however, we noted that there looked to be a larger bullish Elliott wave cycle in play, implying downside moves were still considered as countertrend, making USD 12,207 the key support to follow on the higher timeframe.
- The futures have seen another small move lower with price below the 8-21 period EMA's whilst the RSI is near-neutral at 51, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 16,575 with the RSI at or above 60 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 15,797 will support a bull argument, below this level the technical will have a neutral bias (for this phase of the lower timeframe cycle). Key longer-term support on the higher timeframe cycle is at USD 12,207.
- Unchanged on the technical today, we remain bullish with price moving lower on the negative divergence with the RSI, meaning we are cautious on upside moves at this point. However, whilst above the USD 15,797 support, resistance levels will remain vulnerable. If broken, then the probability of price trading to a new high within this phase of the cycle will start to decrease. Below USD 15,075 the intraday technical will be bearish based on price. However, there is a larger bull Elliott wave cycle in play, meaning downside moves should be considered as countertrend, making USD 12,207 the key longer-term support to follow.

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