

FIS SMX Intraday Morning Technical

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

Supramax Oct 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	15,075	R1	15,886	Stochastic oversold	RSI below 50
S2	14,318	R2	16,477		
S3	13,422	R3	17,200		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is above the daily pivot USD 15,333
- Unchanged on the technical on Friday, we remained bullish but with a neutral bias. The RSI was still above its average; however, the MA on the RSI continued to imply that momentum was weak. As noted previously, with the pullback considered as deep on the back of the negative divergence with the RSI, we remained cautious on upside moves at that point. However, if we did trade above the USD 16,592 level, it would imply buy-side pressure was increasing, as price would be back in bull territory.
- The futures traded to a low of USD 15,075 before finding light bid support. We remain below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 15,333 with the RSI at or above 46.5 will mean price and momentum are aligned to the buy-side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 12,207 will support a long-term bull argument. Conversely, upside moves that fail at or below USD 16,592 will leave the futures vulnerable to further tests to the downside, above this level, resistance levels will start to look vulnerable.
- Technically bullish with a neutral bias; the futures have produced a 5-wave pattern lower, implying this is potentially still the first leg of the corrective phase (Elliott wave correction 5-3-5), meaning we remain cautious on upside moves at this point, making USD 16,477 the key resistance to follow. If rejected, it will warn that support levels could come back under pressure; conversely, above this level the technical will be back in bull territory.

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 freightinvestorservices.com