

FIS SMX Intraday Morning Technical

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Supramax Jan 26 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	12,925	R1	13,258		13,016	Stochastic oversold	RSI below 50
S2	12,777	R2	13,544				
S3	12,567	R3	13,712				

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Price is below the daily pivot USD 13,258
- We remained bullish with a neutral bias yesterday, meaning the probability of price trading to a new high had decreased. Price was below the 55-period EMA (USD 15,587), a close that held below the average would weaken the technical further, warning the USD 15,400 fractal low could be tested and broken. If it was, the futures would be bearish, leaving the USD 14,987 Fibonacci support vulnerable. We continued to be cautious on upside moves at that point due to the depth of the pullback.
- We have now rolled to the Jan 26 outright. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 13,258 with the RSI at or above 47 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 13,940 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory.
- Technically bearish, Fibonacci projection levels suggest we could trade as low as USD 12,777 for this phase of the corrective phase. However, the 1-hour RSI is in divergence, meaning we are cautious on downside moves at these levels in the near-term. Our Elliott wave analysis suggests that upside moves should be considered as countertrend, making USD 13,940 the key resistance to follow. Above this level the probability of price trading to a new low will start to decrease.

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