



SMX Intraday Morning Technical

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Supramax May 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	15,550	R1	15,912	RSI above 50	Stochastic overbought
S2	14,868	R2	16,780		
S3	14,118	R3	17,464		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- Price is above the daily pivot USD 15,550
- Technical outlook Previously: Caution on downside moves
- The futures remained supported previously with price holding above the daily 200 and 50 period MA's. With price and the RSI making new highs, we have momentum confirmation, meaning we are cautious on downside moves, making USD 14,067 the key support to follow. We identified USD 16,780 as the key resistance to follow; if rejected, support would remain vulnerable. However, a breach in the USD 16,780 level would signal an increase in buy-side pressure, with price re-entering bullish territory.
- The futures remain supported having seen a small move higher. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 15,550 with the RSI at or below 59 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 16,780 will leave price vulnerable to further tests to the downside, above this level the technical will re-enter bull territory
- Technical outlook : Minor negative divergence
- The upside move on the open has created a minor divergence between price and the RSI, this will need to be monitored. If the divergence fails, then the USD 16,780 resistance will be vulnerable. We continue to highlight this as a key resistance, if broken, then the probability of the futures trading to a new low will begin to decrease. On the buy-side, the RSI move above 70, implies buy-side momentum has strengthened. However, the divergence implies caution; if the RSI fails to make a new high and moves back below 70 it will signal that sell side pressure is on the increase.

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