



SMX Intraday Morning Technical

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Supramax July 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	18,233	R1	18,525	Stochastic oversold	RSI below 50	
S2	17,892	R2				19,012
S3	17,250	R3				19,408

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (43)
- Stochastic is oversold
- Price is above the daily pivot 18,233
- Technical outlook Previously: Caution on upside moves
- We noted yesterday that the downside move below the USD 18,781 support warned that the probability of price trading to a new high had started to decrease. This suggested that we could be looking at an expanding flat correction (Wave B above the high of wave 5), if this was the case, then we had a potential downside target at USD 17,250. The RSI move below 30 signaled momentum weakness, while we also highlighted bearish momentum confirmation, implying caution on upside moves in the near-term.
- The futures continue to see bid support but remain below the Fibonacci resistance zone. Price is between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 18,233 with the RSI at or below 36.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 19,408 will leave the futures vulnerable to further tests to the downside, above this level the probability of price trading to a new low will begin to decrease.
- Technical outlook: Caution on upside moves
- As highlighted yesterday, the move below USD 18,781 suggests that the probability of price trading to a new high has started to decrease, implying we could be looking at a running flat Elliott wave correction. If this is the case, then we have a potential downside target at USD 17,250. Due to the depth of the pullback we have a cautious approach to higher moves in the near-ter, providing the USD 19,408 resistance is not breached.

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