FIS

SMX Intraday Morning Technical

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Supramax Aug 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	18,791	R1	19,349	19,075	RSI above 50	Stochastic overbought
S2	18,480	R2	19,682			
S3	18,227	R3	20,250			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Price is above the daily pivot 18,791
- Technical outlook Previously: Neutral
- We had highlighted previously that the move to a low of USD 18,400 meant that the USD 18,450 fractal support had been breached. From an Elliott wave perspective, the wave overlap warns that the move higher may not be bullish impulse, meaning we had a neutral bias due to the lack of clarity. If we trade above the USD 19,349 resistance, then the probability of price trading to a new low will begin to decrease.
- The futures are trading higher, we are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 18,791 with the RSI at or below 49.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 19,349 will warn that there could be a larger corrective cycle in play.
- Technical outlook: Buyside pressure is increasing
- The upside moves still has the potential to be a double 3 patterns, which would be countertrend. However, we have bullish momentum confirmation with the RSI at 61; if the RSI holds above the 60 level, then the USD 19,349 resistance is likely to be tested and broken. If it is, then the probability of price trading toa new low will start to decrease, supporting our analysis that the previous move lower was part of a flat correction.