FIS

SMX Intraday Morning Technical

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Supramax Aug 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	18,550	R1	18,866	18,750	Stochastic oversold	RSI Below 50
S2	18,483	R2	19,349			
S3	18,246	R3	19,550			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Price is below the daily pivot 18,866
- Technical outlook Previously: Sell side pressure increasing
- The break in trend support previously had been has been replicated by the RSI, both had made new lows, meaning we had bearish momentum confirmation. However, having breached the USD 19,349 resistance previously, price needed to break the USD 18,246 support with the RSI below 40; if we did, it will signal that the technical had re-entered bearish territory, warning the USD 17,600 fractal low could come under pressure.
- Sideways action since yesterday, we remain below the 8-21 period EMA's 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 18,866 with the RSI at or above 54 would mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 18,246 will support a bull argument, below this level the technical will re-enter bearish territory.
- Technical outlook: Sell side pressure increasing
- Light bid support yesterday failed to hold, resulting in a failed swing high, warning the USD 18,625 fractal low could be tested and broken,. However, we still need to see price below the USD 18,246 support to signal price has re-entered bearish territory, preferably with the RSI below 50. The failed swing high warns of the potential for further weakness, but we need to see more from the technical to convive that this moe is bearish.