FIS SMX Intraday Morning Technical

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Supramax Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	21,850	R1	22,300	22,075	RSI above 50	Stochastic overbought
S2	21,399	R2	22,606			
S3	20,765	R3	23,125			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Price is above the daily pivot 21,850
- Technical outlook Previously: Supported
- Unchanged on the technical yesterday, the futures had moved higher on the polarity support, signaling an increase in buyside pressure; however, to re-enter bullish territory we noted that we needed to trade above the USD 22,300 resistance. The RSI was at an inflection point, for upside continuation it is going to need to reclaim and hold the 60 level, failure to do so would leave support levels vulnerable. Price remains supported but we need to see further upside, supported by momentum, if the USD 22,300 resistance was to be broken.
- The futures remain supported having seen a small move higher on the open. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 21,850 with the RSI at or below 53.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 22,300 would leave the futures vulnerable to further tests to the downside, above this level the futures would re-enter bullish territory
- Technical outlook: Supported
- The RSI has reclaimed 60, if we hold above this level it will signal increased momentum support, warning the USD 22,300 resistance could be broken. Conversely, if the RSI fails to hold above the 60 level it will leave price vulnerable to an intraday throwback. As highlighted previously, for upside continuation, price will need to trade above the USD 22,300 resistance with momentum support.

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