FIS SMX Intraday Morning Technical

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Supramax Nov 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	20,683	R1	21,208	20,850	RSI above 50	Stochastic overbought
S2	20,467	R2	21,529			
S3	20,043	R3	22,075			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is below 50 (54)
- Stochastic is overbought
- Price is above the daily pivot 20,683
- Technical outlook Previously: Supported
- The futures were holding above the intraday 200-period MA at USD 20,217 yesterday, while the RSI was holding above 40 having broken trend resistance. The momentum support warned that resistance levels were vulnerable; however, price was stalling below the old resistance zone at USD 20,625, if we close and held above USD 20,625 then we would target the USD 21,208 level. The ADX was below 25, signaling the bearish trending environment had started to weaken, supporting the bid support we are seeing on the technical, warning the probability of upside moves being countertrend was starting to decrease.
- The futures closed above the 20,625 level yesterday resulting in another small move higher. We are above the 8-21 period EMA's with the RSI above 50, intra-day price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 20,683 with the RSI at or below 39 would mean price and momentum are aligned to the sell-side. Upside moves that fail at or below USD 21,208 would leave the futures vulnerable to further tests to the downside, above this level the technical would have a neutral bias.
- Technical outlook: Supported
- The futures are above the USD 20,625 level with the RSI moving above 50, implying the technical is supported. However, we are seeing signs of upside rejection at the 55-period EMA at USD 20,879 (note: the candle is still open at this point); if we reject the average and close beck below the USD 20,625 level, then we could see the 200-period MA at USD 20,879 come under pressure. For upside continuation we will need to trade above the USD 21,208 resistance with throw-backs holding above the 55-period EMA. The futures have seen a move of USD 1,500 higher, so we could be becoming vulnerable to an intraday pullback in the near-term.

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