



Panamax Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Panamax March 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,425	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (61)
- Stochastic is above 50
- Price is above the daily pivot USD 15,150
- Technically bullish yesterday, the futures had opened below the daily pivot level with the RSI still in divergence, resulting in a small move lower on the open. The MA on the RSI was flat, implying upside momentum was slowing, making USD 13,655 the key support to follow. Downside moves below this level would mean that the probability of the futures trading to a new high would start to decrease. As noted yesterday, we were a little cautious at this point due to the carry in the futures. However, the index did turn yesterday to produce a small higher, whilst the Capes and Supramax RSIs had made new highs, meaning the Panamax technical is a little out of sync with the other two. Momentum looked like it could be transitioning to the sell side, meaning support levels could be vulnerable; however, we had a note of caution on downside moves due to the RSI situation as it suggested that the Elliott wave cycle is out of line with the rest of the freight complex. Having traded lower yesterday the futures have found support on the 21 period EMA to move higher this morning, the RSI is still above 50 but price and momentum are conflicting, as the RSI is on its average having been below it.
- A close on the 4-hour candle above USD 15,150 with the RSI at or above 63.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 59 will mean it is aligned to the sell side. Downside moves that hold at or above USD 13,655 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish with the futures finding bid support on the open today, we obviously remain conscious of the carry, but with the index turning we are expecting this to move higher based on the index/1-month forward ratio approaching support levels. As noted yesterday, we remain cautious on downside moves at this point, as the Capes and Supermax technicals had seen their RSIs make new highs, meaning the Elliott wave cycles were a little out of Sync with the Panamax.

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