



Panamax Intraday Morning Technical

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Panamax June 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	16,875	R1	17,025	RSI above 50		
S2	16,395	R2				17,541
S3	16,017	R3				17,899

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA’s
- RSI is above 50 (54)
- Stochastic is oversold
- Price is below the daily pivot USD 17,208
- Technically bullish last week, the upside move alongside the RSI suggests that downside moves should be considered as countertrend. The MA on the RSI was flat, but the RSI was above 50 with the stochastic in oversold territory, warning we could see a move higher. However, we had rejected the USD 18,687 resistance with a bearish engulfing pattern, so there were conflicting signals on the technical. In theory, it looked like we should move higher, but there is evidence of sell side resistance above us.
- We noted on the EU close report that we had a weekly gravestone Doji, warning of indecision in the market, a close on the weekly chart below USD 16,975 would be needed to confirm that a bearish candle pattern was in play. We have seen a small move lower on the open, price remains between the 8-21 period EMA’s with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 17,208 with the RSI at or above 61.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 18,687 (rejected) will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Downside moves that hold at or above USD 16,395 will support a near-term bull argument.
- Technically bullish, Momentum is conflicting as the MA on the RSI is warning that it is weak; however, the RSI is above 50 whilst the stochastic is oversold. Providing the RSI can hold above 50 then the futures will be vulnerable to a move higher, below 50 the stochastic will be considered as less relevant. The Doji on the weekly chart and the upside rejection are warning that support levels are vulnerable, but the RSI high implies that the current downside move looks to be countertrend. We also have the daily support zone at lower levels whilst the 200 and 55 period averages are at USD 16,716 and USD 16,661. The downside move looks to be countertrend, but we are becoming more cautious at this point as sell side pressure is increasing. The futures will need to see a buy setup above the USD 16,395 support with price and momentum becoming aligned to the buyside to attract market buyers at this point.

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