



Panamax Intraday Morning Technical

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Panamax July 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,850		Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Price is above the daily pivot USD 15,816
- Technically bearish yesterday; momentum continued to conflict, as the MA implied it was supported whilst, the RSI was neutral with the stochastic in overbought territory. If the RSI moved above 50, then the stochastic would be considered as less relevant. We were trading on the 55-period EMA (USD 15,893), a rejection of the average would warn that support levels could come under pressure. However, a close above that held above the EMA would further support a buyer's argument, above USD 16,211 the probability of the futures trading to a new low would start to decrease. As noted previously, we remained cautious on downside moves due to the support zone/200-period MA. However, right now, we are at a resistance zone (roughly highlighted in the red box), leaving us vulnerable to an intraday pullback. The market was waiting to see if the index would turn today, having seen a slowdown yesterday.
- The index did turn but we still had a small rejection of the 55-period EMA, the futures have seen light bid support on the open but remain below the average. We are above the 8-21 period EMA's with the RSI neutral at 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 15,816 with the RSI at or below 45.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below the USD 16,466 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The technical is bearish, the futures have formed a triangle pattern with a rising trend line. In theory this is a bullish pattern, which should appear in bullish trending markets, this one has formed after a corrective move lower, making it less predictable (support USD 15,630 resistance USD 16,100). However, in Tuesday afternoons weekly report, we did note that the daily technical had broken trend resistance, warning we could move higher. Ultimately, directional bias will come from the triangle breakout, if it is to the downside, be aware that it is into a support zone, meaning we are still cautious on downside moves.

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