

FIS Panamax Intraday Morning Technical

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Panamax April 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	9,825	R1	11,475	11,475	RSI above 50	Stochastic overbought
S2	9,550	R2	12,000			
S3	9,025	R3	12,661			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Price is above/on the daily pivot USD 11,466
- Technically bearish with a neutral bias yesterday, the MA on the RSI implied we had light momentum support. As noted previously, the move above USD 11,167 warned that the bearish cycle may have completed earlier than expected; we also noted that it could also be a wave extension, but this is not visible on our lower timeframe cycles at that point. If the futures closed and held above the linear regression line (USD 11,770), then it would suggest the USD 12,000 fractal high would be tested and broken. From a technical perspective, resistance levels were vulnerable due to the move above USD 11,167; From an Elliott wave perspective, we had a neutral view due to the lack of clarity on whether this was a new cycle, a wave extension, or still part of the original corrective move that has just broken key resistance. Neutral
- The futures traded to a high of USD 11,725 before seeing a small move lower on the open this morning. 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 11,466 with the RSI at or below 52 will mean price and momentum are aligned to the sell side.
- Technically we remain bearish with a neutral bias, the MA on the RSI implies that we have momentum support; however, we remain below the linear regression line (USD 11,958). If we trade above USD 12,000, the futures will be in divergence with the RSI, not a sell signal, it is a warning that we could see a momentum slowdown, meaning we are cautious on upside breakouts. If we are looking at a wave extension, the divergence suggests the move will struggle to hold. If we are looking at a larger bull cycle, then the futures will not be considered a technical buy whilst in divergence, especially as the divergence is dominant (large). I cannot see the bull argument within the Elliott wave at this (not one that will hold). Technically I am neutral; however, I would be very cautious on upside moves, as the futures are not considered a technical buy on an upside breakout above USD 12,000. It's not really neutral, but I am sure you understand my point. For a larger bull cycle to take effect, we probably need to move lower before trading higher, as the least bullish scenario would be a move higher above USD 12,000 at this point.

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