

## Panamax April 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	12,641	R1	13,134	13,025	RSI above 50	Stochastic overbought
S2	12,007	R2	14,135			
S3	11,600	R3	14,589			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (70)
- Stochastic is overbought
- Price is above the daily pivot USD 12,641
- Technically bullish, the MA on the RSI implied that momentum was supported. However, we noted that we had two negative divergences in play with the RSI; not a sell signal, it did warn that we could see a momentum slowdown, which needed to be monitored. As noted in the weekly report on Tuesday, when I looked at the lower timeframe Elliott wave cycle, this did not look to be an extension or new cycle, leaving me to conclude that it could be an irregular top. This was where the wave B goes above the high of wave 5, a rare formation and last seeing in the Capesize in late 2023! I was cautious on upside moves due to the divergence in play, the wave cycles lacked clarity, meaning technically I had to be neutral at that point.
- The futures traded to a high of USD 13,325 on the open; however, the move has failed to hold, resulting in price selling over USD 500 lower. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 12,641 with the RSI at or below 61.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 11,048 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we remain in divergence with the RSI which needs to be monitored; however, the MA on the RSI implies momentum is supported, suggesting support levels should hold if tested in the near-term. If we close below the low of the last dominant bull candle (USD 12,500), it will warn that sell side pressure is increasing, meaning the Fibonacci support zone could come under pressure, making USD 11,048 the key support to follow. If broken then the probability of the futures trading to a new high will start to decrease. We have taken the wave cycle off due to the continued lack of clarity at this point.