

FIS Panamax Intraday Morning Technical

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Panamax May 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	9,325	R1	10,241	9,975		RSI below 50
S2	9,083	R2	10,480			
S3	8,516	R3	10,837			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is below above daily pivot USD 10,241
- Technically bearish yesterday, the MA on the RSI is implying that we have light momentum support. Countering this, our Elliott wave analysis did suggest that upside moves should be considered as countertrend, making USD 11,321 the key resistance to follow. If broken, then the probability of futures trading to a new low would start to decrease. However, as noted previously, this was not the cleanest to corrective moves, if we moved higher but rejected the USD 11,965 level, then it would warn that there was potentially a larger, bearish wave cycle in play; if broken, it would indicate that there is a larger bull cycle in play. The light momentum support warned that resistance levels could come under pressure in the near-term; however, based on our wave analysis, we were cautious on upside moves at that point.
- The futures traded to a high of USD 10,350 before selling lower on the tariff increase by China this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 10,241 with the RSI at or below 33.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Upside moves that fail at or below 11,965 will leave the futures vulnerable to further tests to the downside, above this level will the technical will have a neutral bias. We are using the higher of the two key resistance levels to keep the chart simple.
- Technically bearish, the MA on the RSI implies that we have light momentum support; however, price has sold lower this morning. If price and momentum become aligned to the sell side, it will warn that the USD 9,325 fractal low could be tested and broken. We remain cautious on higher moves, as our Elliott wave analysis suggests that they could struggle to hold.

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