

FIS Panamax Intraday Morning Technical

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Panamax May 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	10,750	R1	11,321	10,825	RSI above 50	Stochastic overbought
S2	10,360	R2	11,965			
S3	10,175	R3	12,469			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Price is above daily pivot USD 10,750
- Unchanged on the technical yesterday, we remained bearish with the MA on the RSI implying that momentum was supported. Countering this, our Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 11,965 the key resistance to follow. A move above this level would warn that the probability of price trading to a new low would start to decrease. We continued to trade around the 55-period EMA with momentum support, meaning resistance levels were still vulnerable at this point; as noted previously, for downside continuation, the futures needed to see a daily close below the weekly pivot level (USD 10,175).
- Sideways action yesterday, the futures did trade to a low of USD 10,475 on the open; however, the move failed to hold. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned conflicting, as the previous candle close below the daily pivot level.
- A close on the 4-hour candle below USD 10,750 with the RSI at or below 46.5 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.
- Unchanged on the technical again this morning. We remain bearish with our Elliott wave analysis suggesting upside moves should be countertrend, making USD 11,965 the key resistance to follow. Countering this, the MA on the RSI implies that momentum is supported with the downside move failing to hold on the open. The futures remain at an inflection point as price is back trading on the 55-period EMA (USD 10,817), a close above that holds above the average will leave resistance levels vulnerable. For downside continuation, we need to see a daily close below the weekly pivot level (USD 10,175). We maintain our view based on Elliott wave analysis that upside moves could struggle to hold; however, momentum support and the downside rejection is warning we could move higher in the very near-term.

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