

Panamax May 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	11,038	11,125	RSI above 50	
S2	10,854			
S3	10,166			
	R1			
	R2			
	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is above 50
- Price is below pivot USD 11,408
- Unchanged on the technical on Friday, we remained bearish with price action supported due to the futures holding above the intraday 55-period EMA, warning the USD 11,965 resistance was still vulnerable. If broken, then the probability of price trading to a new low would start to decrease. As noted previously, downside moves below USD 10,825 would warn that the USD 10,166 support could be tested and broken.
- Having moved higher on Friday, the futures have seen light selling pressure on the open today. We are below the 8-21 period EMA's with the RSI near-neutral at 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 11,408 with the RSI at or above 57.5 will mean price and momentum are aligned to the buyside. 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.
- The futures remain in bearish territory below the USD 11,965 resistance, if broken, then the probability of price trading to a new low will start to decrease. The MA on the RSI is flat, implying momentum is neutral. We are above the 55-period EMA (USD 11,038) whilst on the daily 200-period MA at USD 11,100, meaning the futures are at an inflection point. If we close below and hold below the USD 11,038 level, support levels will come under pressure. We maintain a cautious view on moves higher whilst below the USD 11,965 level.