

Panamax June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	10,691	R1	10,942	10,850	Stochastic oversold	RSI below 50
S2	10,562	R2	11,800			
S3	10,166	R3	11,965			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is oversold
- Price is above pivot USD 10,691
- Technically bearish yesterday, the MA on the RSI did imply momentum weakness, but the average was starting to flatten. Price remains at an inflection point, as we were trading on the 200-period MA, whilst below the resistance window (USD 10,750—USD 10,900). As noted yesterday, if we closed above the average and the resistance window, it would warn that there was underlying support in the market. However, price and the RSI had both recently made new lows, warning upside moves could struggle to hold, whilst Elliott wave analysis suggested upside moves should be considered as countertrend. For this reason, we remained cautious on a move higher, at this point.
- The futures are finding light bid support, with price just above the 200-period MA (USD 10,713). We are between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 10,691 with the RSI at or above 50.5 will mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell 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 today, we remain bearish with price now just above the daily 200-period MA, but below the 55-period EMA (USD 10,942), whilst price is now trading in the resistance window (USD 10,750—USD 10,900). If we close above and hold above the USD 10,900 level, it will warn that there is an underlying support in the market. However, price and the RSI had both recently made new lows, warning upside moves could struggle to hold, whilst Elliott wave analysis suggests upside moves should be considered as countertrend. For this reason, we remain cautious on a move higher, at this point.