

## Panamax July 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	8,900	R1	9,391	9,275		RSI below 50
S2	8,656	R2	9,482			
S3	7,800	R3	9,662			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is below 50 (42)
- Stochastic is overbought
- Price is below the daily pivot USD 9,316
- Technically bearish yesterday, the MA on the RSI implied that momentum was supported; however, the move to a low of USD 8,900 had resulted in a lower timeframe divergence failing, implying we were seeing an Elliott wave extension to the downside, suggesting upside moves had the potential to be countertrend in the near-term. If we did trade above the USD 10,814 resistance, then the probability of price trading to a new low would start to decrease, warning the lower timeframe wave cycle could fail.
- The futures consolidated yesterday before coming under light pressure 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 9,391 with the RSI at or below 37 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buyside. Upside moves that fail at or below 10,814 will leave the futures vulnerable to further tests to the downside, above this level will the technical will have a neutral bias.
- Technically bearish, the MA on the RSI continues to suggest that momentum is supported. Elliott wave analysis does suggest that we have the potential for another move lower; however, for downside continuation we will need to see price and momentum aligned to the sell side. As noted previously, if we do trade above the USD 10,814 resistance, then the probability of price trading to a new low will start to decrease, warning the lower timeframe wave cycle could fail.