

Panamax July 25 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	1,008	R1	10,266	10,125	Stochastic oversold	
S2	9,908	R2	10,365			
S3	9,747	R3	10,435			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (52)
- Stochastic is oversold
- Price is above the daily pivot USD 10,008
- Technically bullish with a neutral bias yesterday, the MA on the RSI implied momentum was weak. We noted that a close below trend support (USD 9,802) would warn that the USD 9,475 fractal support could be tested and broken. As noted previously, for upside continuation, the futures would need to trade above the USD 10,435 resistance; if we did, the technical would be back in bullish territory.
- The futures continue to find light bid support off the trend line (USD 9,745). We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 10,008 with the RSI at or above 57 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 USD 10,435 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bull territory.
- Unchanged on the technical this morning, the MA on the RSI continues to suggest that momentum is weak. We remain above the trend support line (USD 9,745), a close that holds below it will leave the USD 9,475 fractal support vulnerable. Likewise, for upside continuation, the futures are going to need to trade above the USD 10,435 resistance, whilst below this level we have a note of caution on moves higher, due to the depth of the initial pullback.