

Panamax Aug 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	13,325	14,150	RSI above 50	Stochastic overbought
S2	13,266			
S3	12,847			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (75)
- Stochastic is overbought
- Price is above the daily pivot USD 12,975
- Technically bullish yesterday, the RSI is starting to flatten warning buyside momentum was slowing, whilst price is tasting the USD 13,325 resistance. Elliott wave analysis suggests that downside moves should be considered as countertrend. With price at resistance we are cautious on upside moves whilst below USD 13,325, a close that held above it would target the USD 14,660 level. If price and momentum below aligned to the sell side, it would signal sell side pressure was increasing, indicating we could be entering a corrective move lower.
- The futures remained supported yesterday with price close USD 25 above the USD 13,325 fractal resistance. The futures have opened with strong bid support this morning having broken fractal resistance. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 12,975 with the RSI at or below 71 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 11,881 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported, the move above USD 13,325 does warn that the USD 14,660 resistance is vulnerable. However, the futures are trading over 3 standard deviations above the linear regression line, implying price is starting to look overextended. A close below the low of the last dominant bull candle (USD 13,500) will warn that sell side pressure is increasing, leaving the futures vulnerable to a corrective move lower. Elliott wave analysis continues to suggest downside moves should be considered as countertrend.