

Panamax Sep 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	13,212	R1	13,766	13,675	RSI above 50	Stochastic overbought
S2	12,360	R2	14,770			
S3	11,689	R3	15,289			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Price is below the daily pivot USD 13,766
- Technically bullish on Friday, the MA on the RSI had just started to turn higher, meaning we were seeing signs of momentum support. We noted that upside moves that failed at or below USD 14,770 would warn that there could be further downside within the technical, above this level the USD 15,875 fractal high would become vulnerable. Intraday Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. The futures were testing the weekly pivot level (USD 13,900), a daily close that held above this level would imply that buy-side pressure was increasing, meaning market buyer's would look to test the USD 14,770 resistance.
- The futures consolidated for the remainder of the session on Friday before seeing a small move lower on the open this morning. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 13,766 with the RSI at or below 43 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy-side. Downside moves that hold at or above USD 12,360 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that we have light momentum support. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 12,360 the key support to follow. If broken, then the probability of the futures trading to a new high within this phase of the cycle will start to decrease. A close below the low of the last dominant bull candle (USD 13,475) will indicate that sell side pressure is increasing, warning the USD 12,625 fractal low could come under pressure in the near-term. Likewise, a daily close below the weekly pivot level (USD 13,483) will also suggest that sell side pressure is increasing. Failure to close below the weekly pivot will imply that there is an underlying support in the market.