

Panamax Sep 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	13,708	R1	14,770	14,200	RSI above 50	Stochastic overbought
S2	13,212	R2	15,289			
S3	12,360	R3	16,112			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is overbought
- Price is below the daily pivot USD 13,708
- Technically bullish yesterday, the MA on the RSI implied that we had light momentum support. Elliott wave analysis continued 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 would start to decrease. A close below the low of the last dominant bull candle (USD 13,475) would indicate that sell side pressure was 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) would also suggest that sell side pressure was increasing. Failure to close below the weekly pivot would imply that there is an underlying support in the market.
- The futures consolidated for the remainder of the session, we noted on the close report that there could be a bullish flag/pennant forming, meaning market sellers should be cautious of upside breakouts. We are higher this morning with price above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 13,708 with the RSI at or below 47 will mean price and momentum are aligned to the sell 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 indicates momentum is supported. The upside breakout from the consolidation warns that the USD 14,770 resistance could be tested and broken, if it is, then market buyers will target the USD 15,875 fractal high. As noted previously, Elliott wave analysis continues to suggest that downside moves should be considered as countertrend.