FIS
Panamax Intraday Morning Technical

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Panamax Oct 25 Morning Technical Comment – 240 Min

	Support		Resistance	Current Price	Bull	Bear
S1	14,075	R1	15,250			
S2	13,650	R2	15,626	14,650		Stochastic overbought
S3	12,675	R3	16,450			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's

- RSI is below 50 (47)

- Stochastic is overbought 50

- Price is below the daily pivot USD 15,250

- Technically bullish yesterday, the lower timeframe Elliott wave cycle had a neutral bias due to the depth of the pullback, meaning we had a note of caution on upside moves whilst below the USD 15,626 resistance, as it suggested we may have entered the higher timeframe corrective phase. Above USD 15,626 the USD 16,450 fractal high would become bullish. Conversely, upside moves that rejected this level will warn that there is further downside within the corrective phase. We had held support and resistance was vulnerable; however, at that point we remain a cautious on higher moves.

- The futures rejected the USD 15,626 resistance resulting in price selling lower. 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 15,250 with the RSI at or below 45 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. Downside moves that hold at or above USD 11,475 will support the longer-term bullish Elliott wave cycle, below this level the technical will have a neutral bias.

- Technically bullish but in a corrective phase, the upside rejection yesterday is warning that the Fibonacci support zone could come under pressure. We highlight USD 14,075 as two standard deviations below the linear regression line, which has the potential to act as a near term support. However, be aware, if this is a higher timeframe corrective pullback, we should in theory trade into the Fibonacci support zone. Higher timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend; as noted yesterday, we remain cautious on upside moves in the near-term, due to the deep pullback on the lower timeframe wave cycle, as it warns we could be in the higher timeframe correction.