

Panamax Oct 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	15,054	R1	15,608	15,550	RSI above 50	
S2	14,365	R2	16,267			
S3	13,560	R3	16,450			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is below 50
- Price is below the daily pivot USD 15,608
- Technically bullish yesterday; we highlighted previously that the move above USD 15,609 implied buy-side pressure was increasing, warning the USD 16,450 fractal high could be tested and broken. However, due to the divergences above USD 16,450, the futures were not considered a technical buy at those levels. We noted that the futures are at a bit of an inflection point, as we have failed to hold above the linear regression line (USD 16,205) but remained above the USD 15,550 fractal breakout level. For upside continuation, we needed to be above the USD 16,205 level; conversely, if we start to close below the USD 15,550 level, market bulls may need to be a little cautious. If we held above the 15,550 level, then the USD 16,205—USD 16,450 resistance could be tested and broken.
- The futures traded to a low of USD 15,200; however, price is currently back on the USD 15,550 support line. We are between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 15,608 with the RSI at or above 58 will mean price and momentum are aligned to the buy-side. 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.
- Unchanged on the technical today, we remain bullish the move above USD 15,609 implying buy-side pressure had increased, warning the USD 16,450 fractal high could be tested and broken. However, due to the divergences above USD 16,450, the futures are not considered a technical buy at this point. We remain at an inflection point as price has failed to hold above the linear regression line (USD 16,267) but we are trading the USD 15,550 fractal breakout level. For upside continuation, we need to be above the USD 16,267 level; conversely, if we start to close and hold below the USD 15,550 level, market buyers may need to be a little cautious, as the futures will lack bullish impetus. We have a neutral view in the market today as price is at an inflection point.