

Panamax Oct 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,850	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Price is above the daily pivot USD 15,600
- Technically bullish on Friday, the futures remained at an inflection point, as price was just below the USD 15,550 level. The 8-21 period EMA's and the MA on the RSI were flat, implying the trend lacked directional bias, whilst momentum was neutral. In theory, the move above USD 15,609 implied buyside momentum was increasing; however, the rejection of the linear regression line (USD 16,295) negated this. The technical was bullish but lacked directional bias, whilst at an inflection point, meaning we maintained a neutral view.
- The futures are now moving higher with price above the USD 15,550 support, we are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 15,600 with the RSI at or below 53.5 will mean price and momentum are aligned to the sell 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.
- Technically bullish, the RSI is now at 57 with the 8-period EMA turning higher; price is moving away from the 15,550 fractal support, implying we are starting to see bull impetus. This is warning that the USD 16,450 fractal high could come under pressure, as the linear regression line is at USD 16,351. Upside moves above 16,450 will create a negative divergence with the RSI, warning buyside momentum could slow, meaning we are cautious on upside breakouts to a new high. However, if we make a new high and hold above the USD 16,351 level, we could see the USD 16,935 and USD 17,297 levels come under pressure in the near-term. A cautious bull, buyside pressure is increasing, but the technical does still suggest that upside breakouts could struggle to hold.