EMISSIONS | OIL | FERROUS | <mark>FREIGHT</mark> | AGRI | METALS | ENERGY | PHYSICAL FREIGHT



Panamax Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Panamax Nov 25 Morning Technical Comment - 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	12,942	R1	14,330			
S2	12,625	R2	14,379	13,375	Stochastic oversold	RSI below 50
S3	11,475	R3	14,687			

Synopsis - Intraday

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

Source Bloomberg

- RSI is below 50 (31)
- Stochastic is below 50
- Price is below the daily pivot USD 14,379
- Bullish but in a corrective phase yesterday, the futures were approaching a key support area (USD 14,332—USD 13,917). As noted previously, with the futures trading two standard deviations below the linear regression line, we were starting to look overextended to the downside. However, if we breach the USD 13,917 support, then the probability of price trading to a new high within this phase of the cycle would start to decrease. Support was still vulnerable, but we were cautious around these levels whilst above USD 13,917.
- The futures sold to a low of USD 14,150 yesterday; however, price has gapped lower on the roll into Nov this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 14,379 with the RSI at or above 47 will mean price and momentum are aligned to the buyside.

 Upside moves that fail at or below USD 15,171 will leave the futures vulnerbale to further tests to the downside, above this level the technical will have a neutral bias. However, key longer-term support on the higher timeframe Elliott wave cycle is at USD 11,475.
- The move lower on the roll means the intraday technical is bearish based on price; however, the longer-term Elliott wave cycle remains bullish above USD 11,475 and neutral below. The MA on the RSI implies that we have light momentum weakness, whilst the RSI is making new lows alongside price, suggesting intraday upside moves will struggle to hold, making USD 15,171 the key support to follow. The RSI at 31 is testing a long-term support, meaning momentum is warning that we are starting to look over extended to the downside in the near-term, suggesting caution on corrective moves lower in the very near-term.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at <u>freightinvestorservices.com</u>