

Panamax Nov 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	13,350	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (31)
- Stochastic is below 50
- Price is below the daily pivot USD 13,466
- The move lower on the roll yesterday meant that the intraday technical was bearish based on price; however, the longer-term Elliott wave cycle remained bullish above USD 11,475 and neutral below. The MA on the RSI implied that we had light momentum weakness, whilst the RSI was making new lows alongside price, suggesting intraday upside moves will struggle to hold, making USD 15,171 the key resistance 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 futures sold to a low of USD 13,000 yesterday; however, we have found light bid support, resulting in price trading back to yesterday mornings levels. 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 13,466 with the RSI at or above 42.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 15,112 will leave the futures vulnerable 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.
- Technically bearish, the MA on the RSI implies that momentum is weak. However, the RSI is holding above support, warning price is looking overextended to the downside in the near-term, leaving the futures vulnerable to an intraday move higher. As highlighted yesterday, the momentum low warns that upside moves should in theory be countertrend, making USD 15,112 the key resistance to follow. Above this level the probability of the futures trading to a new low will start to decrease. We continue to be caution on downside moves at these levels.

Source Bloomberg