

FIS Panamax Intraday Morning Technical

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Panamax Nov 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	15,054	R1	15,600	14,675	RSI above 50	Stochastic overbought
S2	13,663	R2	16,100			
S3	13,000	R3	16,450			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- Price is below the daily pivot USD 15,600
- Technically bullish yesterday, the move above the USD 15,112 level suggested that we had entered the bullish impulse higher timeframe Elliott wave 5. The MA on the RSI implied that momentum was supported, whilst the RSI high suggested that downside moves should be considered as countertrend. Above USD 16,450 would confirm that the futures are on the wave 5, with Fibonacci projection levels suggesting we had a potential upside target at USD 19,344 for this phase of the cycle.
- The futures failed to make a new high after China clarified that Chinese built US owned ships were exempt from port fees, resulting in the futures selling lower. We are between the 8-21 period EMA's supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 15,600 with the RSI at or below 51.5 will mean price and momentum are aligned to the sell side. Likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,045 will support a bull argument, below this level the technical will have a neutral bias. Key longer-term support on the higher timeframe Elliott wave cycle remains at USD 11,475.
- Technically bullish, the futures have entered a corrective phase on the news late in from China. A bullish gap up has been followed by a bearish gap down, meaning we have an island reversal pattern in play, warning the USD 14,054 support could come under pressure. If broken, the probability of the futures trading to a new high will start to decrease, leaving the USD 13,000 fractal low vulnerable. The upside rejection after such a strong move higher highlights the importance of the USD 14,054 level, if broken, it will bring into the validity of the longer-term Elliott wave cycle, warning we could be looking at cycle failure (truncation). Conversely, if support holds, resistance remains vulnerable.

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