FIS Panamax Intraday Morning Technical

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Panamax Nov 25 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	14,493	R1	14,975	14,525	Stochastic oversold	
S2	14,054	R2	15,496			
S3	13,663	R3	16,200			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is oversold
- Price is below the daily pivot USD 14,975
- Technically bullish yesterday, the close above the high of the dominant bear candle previously warned that the USD 15,496 resistance was vulnerable. If broken it would imply that buyside pressure is increasing, meaning the USD 16,450 fractal high could come under pressure; conversely, if rejected, the technical would be vulnerable to a move lower. However, we noted that price is lower yesterday morning, whilst the MA on the RSI was acting as a resistance, if we closed below the low of the last dominant bull candle (USD 14,750) it would bring the 55-period EMA (USD 14,471) and the USD 14,054 support into focus. We were bullish, the close previously had suggested that we could see bid support on the open, as the bearish gap had been closed, the move lower on the open due to the RSI rejecting its average was a concern, making USD 14,750 the key near-term support to follow.
- The futures have sold lower with price closing below the USD 14,750 level, this has also resulted in an inside day candle pattern break to the downside. We are below the 8-21 period EMA's with the RSI neutral at 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 14,975 with the RSI at or above 57.5 will mean price and momentum are aligned to the buyside. 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 MA on the RSI implies that momentum is weak. The upside move has rejected our key resistance at USD 15,496, meaning support levels are starting to look vulnerable, whilst the inside break to the downside means that the 55-period EMA (USD 14,493) could be tested and broken. A close that holds below the EMA support will bring into focus the USD 14,054 level; if broken, then the probability of the futures trading to a new high will start to decrease. The upside rejection from key resistance, alongside momentum weakness and the inside day breaking to the downside, is warning that support levels are becoming vulnerable. Market buyer's will want to keep price above the USD 14,054 level, if they do, then the technical will remain bullish.