FIS Panamax Intraday Morning Technical

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Panamax Dec 25 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	15,879	R1	16,591	16,050	Stochastic oversold	RSI below 50
S2	15,817	R2	17,100			
S3	15,250	R3	18,137			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is oversold
- Price is below the daily pivot USD 16,591
- Unchanged on the technical yesterday, the MA on the RSI continued to suggest that momentum was supported, whilst lower timeframe Elliott wave analysis warned that intraday downside moves still looked like they could be counter-trend. Near-term price action was supported; however, we are a cautious bull due to the three divergence in play that we highlighted previously.
- The futures are starting to come under pressure due to the divergences in play. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the downside.
- A close on the 4-hour candle above USD 16,591 with the RSI at or above 62 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 15,879 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the MA on the RSI is now indicating that we have light momentum weakness. As noted previously, intraday downside moves still have the potential to be countertrend, in theory USD 15,879 is the key support the key support to follow. If broken, then the probability of price trading to a new high will start to decrease. However, we have trend support at USD 15,817, market sellers will need to see price close and hold below the support line for downside continuation. The trend support holds more weight than the Fibonacci support today. Price is moving lower on multiple divergences, warning trend/Fibonacci support levels are vulnerable.