

Panamax Jan 26 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	12,931	R1	13,083	13,000	Stochastic oversold	RSI below 50
S2	12,725	R2	13,736			
S3	12,518	R3	13,987			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (35)
- Stochastic is oversold
- Price is below the daily pivot USD 13,083
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak, the upside rejection previously alongside price breaking fractal support meant that we continued to consider upside moves as countertrend. A close that held above trend resistance (USD 15,746) would imply buyside pressure is increasing; however, our pattern analysis suggested that upside moves would struggle to hold.
- We have now rolled to the Jan 26 futures (not the rolling front month). Price is 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 13,083 with the RSI at or above 40 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 14,327 will warn that there is further downside within the corrective phase, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI suggests momentum is weak; however, the average is starting to flatten implying it is slowing down. We have seen no significant pullback on the move lower, implying upside moves should be considered as countertrend. Downside moves below USD 12,925 will create a minor positive divergence with the RSI on the 4-hour timeframe, this divergence becomes more prominent on the lower timeframes. Bearish with upside moves considered as countertrend, we are cautious on moves lower at these levels, as price is starting to look overextended to the downside in the near-term.