

Panamax 5TC Feb 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	14,425	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (63)
- Stochastic is below 50
- Price is below the daily pivot USD 14,916
- Technical outlook yesterday: Cautious Bull. The RSI moving average was flat indicating buy-side momentum had slowed. Technically, downside moves should be viewed as countertrend, making USD 12,952 the key support to follow, a break below this level would weaken the broader underlying structure, suggesting upside moves would struggle to achieve new highs. Conversely, throwbacks that held at or above USD 12,952 would confirm underlying buy-side support. On the daily chart we had a bearish rejection candle opposed by a bullish support candle, implying near-term price action was neutralized. A daily close above USD 15,850 would have bullish implication going forward, though price could possibly be divergent with the RSI. A daily close below USD 14,650 (correction from 15,650) would imply sell-side pressure was increasing, indicating we are seeing a bullish throwback. With a potential divergence in play above USD 18,850, we were cautious on upside breakouts in the near-term.
- The futures have entered into a corrective phase with price below the USD 14,650 level; however, it is impotent to note that we have not seen a daily close below this level. Price is between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 14,916 with the RSI at or above 77 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 12,952 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish correction.
- The break to the downside below the low of the daily bullish support candle is warning that sell-side pressure has increased. However, the broader structure remains bullish while above USD 12,952, a break below this level will warrant caution, as the depth of the pullback will reduce the probability of price achieving new highs. Intraday price is weakening in what still remains a broader bullish structure.