

Panamax 5TC Feb 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	15,591	R1	16,471	
S2	14,887	R2	17,150	
S3	14,275	R3	17,828	Stochastic overbought

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (67)
- Stochastic is above 50
- Price is above the daily pivot USD 15,591
- Technical outlook Wednesday: Cautious bull: The upside moves to a new high confirmed we were on a bullish impulse Elliott wave 5, with Fibonacci extensions suggesting a potential upside target at USD 17,828. However, the new high meant that we were in divergence with the RSI, not a sell signal it warned that buyside momentum could slow, and therefore needed to be monitored. Throwbacks that held at or above USD 14,887 would support further upside, below this level this phase of the technical becomes neutral. However, corrective moves that hold at or above USD 12,952 would warn that there could be a larger, bullish Elliott wave cycle coming into play.
- The futures traded to a low of USD 15,275 before seeing light bid support. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 15,591 with the RSI at or below 65 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 69.5 will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,887 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Cautious bull.
- The futures remain in bullish territory with price holding above all key moving averages. However, as highlighted yesterday, price is in divergence with the RSI, while a move above USD 16,075 will create a second divergence. Not a sell signal, the divergence warns that we could see a momentum slowdown, and therefore needs to be monitored closely. It is for this reason the technical has a cautious note on it. Key support remains unchanged, throwbacks that hold at or above USD 14,887 would support further upside, below this level this phase of the technical becomes neutral. However, corrective moves that hold at or above USD 12,952 would warn that there could be a larger, bullish Elliott wave cycle coming into play.