FIS

Panamax Intraday Morning Technical

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Panamax Aug 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	19,683	R1	20,125			
S2	19,388	R2	20,605	19,875	RSI above 50	
S3	19,173	R3	21,131			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (62)
- Stochastic is above 50
- Price is above the daily pivot USD 19,683
- Technical outlook previously: Neutral
- Technically we remain at an inflection point yesterday. Price was above the polarity resistance; however, we were yet to close and hold above the USD 19,425 level. The move above USD 19,425 was not significant enough to signal a momentum break at that point. Price action remained supported, indicating resistance level were considered as vulnerable. As highlighted previously, our higher timeframe Elliott wave analysis implies upside moves should in theory be countertrend, providing the USD 20,605 resistance was not broken. We noted that we had concerns about the structure of this move due to the breach in the USD 19,025 fractal support, yet price continued to hold. This warned that there could be some for of lower timeframe bullish Elliott wave extension that was not yet apparent. Resistance was vulnerable, this was going against the broader technical, meaning we had a more neutral bias.
- The futures remain supported with price starting to hold above the USD 19,425 polarity resistance. We have now added a trend support line. Price is above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 19,683 with the RSI at or below 51.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 20,605 will leave the futures vulnerable to further tests to the downside.
- Technical outlook: Neutral
- Price is holding above the polarity resistance with the RSI making new highs, meaning we have bullish momentum confirmation, implying buyside pressure is increasing. However, we continue to be conscious that our Elliott wave cycle implies upside moves should be considered as countertrend, and highlight the 200-period MA at USD 20,125 as a potential area of resistance. Downside price action that closes and holds below the trend support line at USD 19,388 will signal an increase in sell side pressure. Although buyside pressure is increasing with the move above the polarity resistance, we maintain a cautious approach to higher moves.