FIS

Panamax Intraday Morning Technical

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Panamax Aug 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	18,402	R1	18,716	18,650	RSI below 50	Stochastic oversold
S2	17,925	R2	20,102			
S3	17,447	R3	20,539			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot USD 18,716
- Technical outlook previously: Sell side pressure increasing
- The downside move previously had resulted in the USD 18,583 support being breached, signaling an increase in sell side pressure; the move lower was supported by the RSI moving below the 40 level. Based on our Elliott wave analysis, upside moves were considered as counter-trend, while the trend break and breach in the USD 18,583 support meant that we maintained a cautious approach to higher moves.
- Limited movement since yesterday, we remain 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 18,716 with the RSI at or above 44 would mean price and momentum are aligned to the buyside. Upside moves that failed at or below USD 20,622 would leave the futures vulnerable to further tests to the downside.
- Technical outlook: Support vulnerable
- Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, while the trend break continues to warn that support levels are vulnerable. The RSI moving average implies that momentum remains weak at this point; however, below 18,550 we could potentially have a minor positive RSI divergence. The divergence is a condition that warns we could see a momentum slowdown, it is not a buy signal, we would need to see confirmation from bullish price action. Conversely, if the divergence fails and the RSI breaches the 30 level, it will warn that we could see further deterioration in price.