Panamax Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Panamax Aug 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	18,364	R1	18,992	18,650	RSI below 50	Stochastic oversold
S2	17,875	R2	19,426			
S3	17,385	R3	19,950			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Price is above the daily pivot USD 18,616
- Technical outlook previously: Caution on upside moves
- From an Elliott wave perspective yesterday we maintained our view that upside moves should be considered as countertrend; however, caution was warranted on pullbacks above USD 19,456, as it would warn buyside pressure is increasing. Although upside moves were considered as countertrend, the 1-hour RSI was divergent, meaning we were also cautious on downside breakouts below USD 18,400 in the near-term. The technical was neutral.
- The futures have seen light bid support on the 1-hour divergence, we remain below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 18,616 with the RSI at or above 35.5 would mean price and momentum are aligned to the sell side; likewise, a close above this level would mean it is 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: Caution on upside moves
- Technically unchanged, we are seeing light bid support due to the 1-hour divergence; however, our Elliott wave analysis implies that upside moves should be considered as countertrend. USD 19,423 is the near-term resistance to follow, if breached, it will signal that intraday buyside pressure is increasing.