Panamax Intraday Morning Technical

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

Panamax Sep 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	21,618	R1	22,150	22,125	RSI above 50	Stochastic overbought
S2	21,416	R2	22,665			
S3	21,250	R3	22,984			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (70)
- Stochastic is overbought
- Price is above the daily pivot USD 21,416
- Technical outlook previously: buyside pressure increasing.
- As highlighted previously, the move above the USD 21,250 resistance meant that price had re-entered bullish territory, having previously seen a corrective 3-wave move lower, implying downside moves should in theory be countertrend. The RSI had failed to reclaim the 60 level at that point, leaving price vulnerable to an intraday pullback; however, if we do see a close and hold above the 60 level, it will signal re-sumed momentum strength, warning resistance levels could come under pressure.
- The RSI has closed and held above the 60 level resulted in resumed momentum strength. The futures have traded at new highs and are now above all key moving averages, the RSI is above 50, while price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 21,416 with the RSI at or below 57 would mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 21,250 would support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Supported
- The upside move to a new high has resulted in the RSI breaching the 70 level, this implies momentum strength. We also note that the lower timeframe Elliott wave cycle implies downside moves should be considered as countertrend, supporting the RSI breach above 70. Fibonacci projection levels indicate that we have the potential to trade as high as USD 22,984 within the current wave (or variation of). We identify USD 21,250 as the key support to follow, as throwbacks below this level will neutralize the current bull move.