# FIS Panamax Intraday Morning Technical

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## *Panamax Oct 26 Morning Technical Comment – 240 Min*




| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 22,858 | R1 | 23,500 | 23,375 | RSI above 50 | Stochastic overbought |
| S2 | 22,475 | R2 | 23,818 | | | |
| S3 | 22,244 | R3 | 24,175 | | | |

Source Bloomberg

### Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- Price is below the daily pivot USD 22,858
- Technical outlook previously: Supported
- The futures had sold lower yesterday in what looks to be a bullish throwback, providing the USD 21,250 support was not breached; if it was, then the probability of price trading to a new high would begin to decrease. The futures had made a 3-wave pattern higher having traded above the USD 21,800 fractal resistance, indicating the wave cycle is bullish (motive). Motive wave consist of 5 waves, not 3, suggesting downside moves should be considered as countertrend.
- The Sep futures have opened with bid support, with price nearly USD 500 higher; the technical has rolled into the October contract, resulting in price gapping higher. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 22,858 with the RSI at or below 59 would mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 21,930 would support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Downside moves considered as countertrend.
- Taking into account that the move higher that started on the 24th failed to trade above USD 22,150, this suggested that pullbacks were likely to be part of a bullish wave extension, as it would be unusual for a wave 3 to be shorted than the wave 1 (not impossible, but unusual, as it would cap the upside). The futures have gapped higher on the open and continued to see bid support; the RSI is making new highs alongside price, while our Elliott wave analysis suggests that downside moves should be considered as countertrend. Bid support was also reflected in the carry, meaning throwbacks need to hold above the USD 21,930 level to keep the technical in bull territory.

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