FIS Panamax Intraday Morning Technical

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Panamax Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	23,375	R1	24,375	24,225	RSI above 50	
S2	23,619	R2	25,156			
S3	22,865	R3	25,975			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (58)
- Stochastic is oversold
- Price is above the daily pivot USD 23,375
- Technical outlook previously: Downside moves considered as countertrend.
- We noted yesterday that Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. Apologies for the short commentary yesterday, without realizing, I accidently deleted it before posting.
- Having traded at a low of USD 23,450 yesterday the futures have opened with bid support this morning. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 23,375 with the RSI at or above 64.5 would mean price and momentum are aligned to the buyside; likewise, a close below this level would mean it is aligned to the sell side. Downside moves that hold at or above USD 22,865 would support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Downside moves considered as countertrend.
- Upside moves above USD 24,375 would signal buyside pressure is increasing, warning the USD 25,116 resistance could be tested. USD 25,116 is the key intraday resistance on the technical, a move above this level would suggest that the probability of the futures trading at a new low would start to decrease, implying the USD 25,975 resistance could be tested and broken. If we reject the USD 25,116 resistance it would suggest that the corrective phase is becoming more complex. We remain cautious on downside moves as our Elliott wave analysis suggest that they should be considered as countertrend; however, for a sustained upside move, price and momentum will need to be aligned to the buyside with the RSI reclaiming the 60 level. Evidence of support this morning, we still need to see more upside to signal an increase in buyside pressure.

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