FIS Panamax Intraday Morning Technical

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Panamax Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	23,619	R1	24,375	24,050	RSI above 50	
S2	22,865	R2	25,156			
S3	22,271	R3	25,975			

Source Bloomberg

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is oversold
- Price is on the daily pivot USD 24,058
- Technical outlook previously: Downside moves considered as countertrend.
- We noted yesterday that upside moves above USD 24,375 would signal buyside pressure was increasing, warning the USD 25,116 resistance could be tested. USD 25,116 was 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 would 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.
- The futures traded above the USD 24,375 fractal resistance; however, the RSI has failed to reclaim the 60 level. Price is between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are conflicting, as the previous candle close (yesterday) was above todays pivot point.
- A close on the 4-hour candle below USD 24,058 with the RSI at or below 55 would mean police and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 59.5 would mean it is aligned to the buyside.
- Technical outlook: Downside moves considered as countertrend.
- We have seen a fractal break; however, the RSI has failed to reclaim the 60 level; if it does, it will signal buyside pressure is increasing. Our Elliott wave analysis does suggest that throwbacks should be considered as countertrend, providing the USD 22,865 support is not breached. If it is, then the probability of the futures trading at new highs will begin to decrease. Like yesterday, we still need to see more upside to signal an increase in buyside pressure.

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