FIS Panamax Intraday Morning Technical

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

Panamax Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	21,275	R1	22,750	22,400	Stochastic oversold	RSI below 50
S2	20,636	R2	23,506			
S3	20,526	R3	24,450			

Source Bloomberg

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is on/above the daily pivot USD 22,350
- Technical outlook previously: Neutral
- We noted yesterday that the RSI was trying to reclaim the 40 level; however, its MA was acting as a resistance at that point. If we reclaimed 40 and price and momentum become aligned to the buyside, it would warn that resistance could be tested. The futures needed to trade above USD 23,506 to re-enter bullish territory; if rejected, it would signal a more complex corrective phase.
- Having sold lower yesterday, the RSI is holding the 40 level, resulting in bid support this morning. WE are between the 8-21 period EMA's with the RSI below 40. Intraday price and momentum are still aligned to the sell side, as the previous candle close below the daily pivot level with the RSI below 50.
- A close on the 4-hour candle above USD 22,350 with the RSI at or above 41.5 would mean police and momentum are aligned to the buyside. Upside moves that fail at or below USD 23,506 would signal a more complex corrective phase, above this level price would re-enter bullish territory
- Technical outlook: Supported
- The RSI is holding above the 40 level signaling momentum support, this is yet to translate into price movement. Upside moves above the USD 22,750 fractal resistance would imply that buyside pressure is increasing; however, the futures will need to trade above the USD 23,506 re-sistance to re-enter bullish territory. If we do, then the probability of price trading at a new low will begin to decrease. Conversely, with the lack of follow through in price, market buyers should act with caution if the RSI fails to hold above the 40 level. We are seeing signs of mo-mentum support, but need to see more from the technical to signal bullish intent.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com