FIS Panamax Intraday Morning Technical

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Panamax Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	22,295	R1	22,833	22,375	RSI below 50	
S2	21,675	R2	23,506			
S3	21,275	R3	23,856			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (43)
- Stochastic is above 50
- Price is below the daily pivot USD 22,833
- Technical outlook previously: Resistance holding
- The RSI had failed to reclaim the 60 level yesterday with price in the process of potentially rejecting our key resistance at USD 23,506; if we did, it would signal a more complex corrective phase. Conversely, if we trade above USD 23,506 then the probability of the futures trading at a new low would begin to decrease. If price and momentum became aligned to the sell side, it would warn that sell-side pressure was starting to increase, however, price would need to close below the low of the last dominant bull candle at USD 22,450 to confirm this. The RSI has held the 40 level previously, implying momentum support; for upside continuation we would need to see price above the USD 23,506 with the RSI reclaiming and holding above 60.
- The futures have rejected the USD 23,506 level resulting in price selling lower, we are below the 8-21 period EMA's supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 22,833 with the RSI at or above 49.5 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: Upside rejection
- The futures have rejected the USD 23,506 with price producing a close below the low of the last dominant bull candle, warning sell side pressure is increasing. If the USD 22,295 support is breached, it would fiuurther weaken the technical; however, we would like to see the RSI close and hold below 40 if support is broken, as we need to see momentum confirmation. The upside rejection is warning that we could be looking at a more complex corrective phase, implying support is becoming vulnerable, momentum confirmation is needed, as the close below USD 22,450 is marginal.

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