FIS Panamax Intraday Morning Technical

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Panamax Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	21,369	R1	22,200	21,700		RSI below 50
S2	21,179	R2	22,675			
S3	20,473	R3	22,899			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is below 50 (42)
- Stochastic is overbought
- Price is below the daily pivot USD 22,200
- Technical outlook previously: Supported
- The futures remain supported yesterday with the RSI above its trend resistance line having held above the 40 level. Upside moves above the USD 22,675 fractal resistance would signal an increase in buyside pressure, warning the USD 22,899 and USD 23,775 levels could be tested. As highlighted yesterday, caution would be warranted on a close back below the 200-period MA at USD 21,344 with the RSI below 40. Momentum support continued to suggest that resistance levels could be tested.
- The futures have failed to trade above the USD 22,675 resistance, resulting in price selling lower. We are below the 8-21 period AEMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 22,200 with the RSI at or above 47 would mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 22,899 would leave support levels vulnerable, above this level the USD 23,775 fractal high would become vulnerable.
- Technical outlook: Neutral
- The failure to trade above the USD 22,675 resistance has resulted in price selling lower. The RSI is now testing the trend resistance line that it broke on the 06/10, the RSI remains above 40 at this point. Key near-term support will be at the 200-period MA at USD 21,369, throwbacks that hold above the average with the RSI holding above 40, would imply that there is an underlying support in the market. Conversely, caution is warranted on a close and hold below the average with the RSI below 40, as it would leave the USD 21,150 fractal support vulnerable. The futures are reverting back to the longer-term average, meaning we are approaching an inflection point. With price failing to confirm that buyside pressure is increasing, the technical is showing signs of weakness, indicating support is becoming vulnerable; however, selling into the intraday 200-period MA has risks, meaning we are currently neutral.

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