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	18,441	R1	19,883	19,475	Stochastic oversold	RSI below 50
S2	17,970	R2	20,517			
S3	16,979	R3	20,862			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (20)
- Stochastic is oversold
- Price is below the daily pivot USD 19,883
- Technical outlook previously: Sell side pressure increasing
- The bearish RSI momentum confirmation yesterday was supported by the RSI moving below the 30 level, signaling an increase in sell side pressure, suggesting upside moves had the potential to be countertrend in the near-term. We identified USD 21,585 as the key resistance to follow, if rejected, then support levels should be considered as vulnerable. The daily 200-period MA was at USD 19,516, this had the potential to attract buyside support if tested. However, a close and hold below the average would warn that the technical is vulnerable to further deterioration in price.
- The futures continue to sell at new lows, we are below all key moving averages 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 19,833 with the RSI at or above 33.5 would mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 21,330 would leave support levels vulnerable, above this level the USD 23,775 fractal high would become vulnerable.
- Technical outlook: upside moves considered as countertrend
- The bearish momentum confirmation is supported by the ADX at 37, signaling a strong bearish trending environment, suggesting upside moves should be considered as countertrend, making USD 21,330 the key resistance to follow. Pullbacks above USD 21,330 would reduce the probability of price trading at a new low. The daily technical is now at an inflection point, as we are trading around the daily 200-period MA at USD 19,483. A close an hold below the average would leave the technical vulnerable to further deterioration; conversely, caution is warranted on a daily close back above the average, as it would warn that buyside support is entering the market.

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