

FIS Panamax Technical Report

Synopsis:

Index

Technically bearish the index has not broken support having produced a 3 wave pattern down. Upside move above the USD 6,093 level would suggest the technical picture is potentially turning bullish

June

Momentum indicators would suggest the June futures remain vulnerable to a further test to the downside as the RSI is below 50 ,with the faster moving stochastic in overbought territory. Price is at technical resistance with lower time frame momentum indicators in divergence; not a sell signal it does warn of a potential momentum slowdown. A close on the daily (today) below USD 6,361 would indicate a weakening technical picture.

Q3

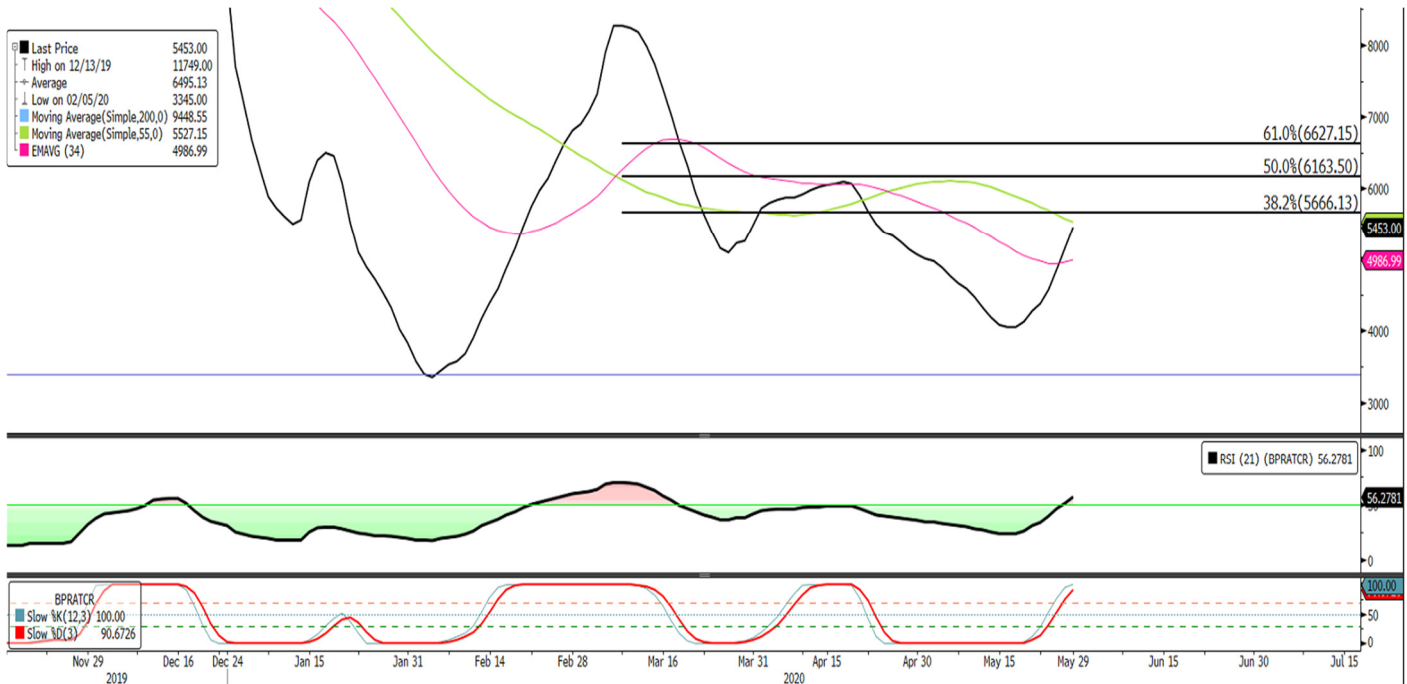
The big question for the Q3 futures is, are we still in a wave 4 corrective or have we entered the early stages of a wave 5? Technically we have held at a 38.2% retracement whilst producing a dragonfly doji suggesting we have the potential to break through to the upside. However, upside moves that fail between USD 8,890 - USD 9,025 would suggest we remain in a corrective phase within the bull trend indicating better value at lower levels. If we make a new high it is an Elliott 5th wave with near-term upside targets between USD 9,175—USD 9,369 and potentially higher. The trend is bullish but the phase is still considered as corrective at this point.

Cal 21

The USD 9,550 high has put the Cal 21 futures into an intraday divergence with the daily stochastic in overbought territory. Downside moves would be considered part of an Elliott wave corrective wave 4 meaning they would be considered as countertrend and not bearish. Support starts at USD 9,158

Chart Source Bloomberg

Panamax Index



	Support	Resistance	Current Price	Bull	Bear
S1	4,399	R1	5,453	RSI is above 50	Stochastic overbought
S2	4,054	R2			
S3	3,345	R3			

Synopsis - Intraday

- Price is on 55 period MA
- RSI is above 50 (56)
- Stochastic is overbought
- The index is between the 34 - 55 period averages
- Price held above the USD 3,345 technical support
- Near-term support is between USD 4,399—USD 3,345
- The stochastic is overbought but the RSI is above 50 suggesting momentum is starting to strengthen
- Price is approaching the base of the resistance zone

Panamax June



	Support	Resistance	Current Price	Bull	Bear
S1	6,085	R1	6,720	RSI below 50	Stochastic overbought
S2	5,887	R2	7,175		
S3	5,703	R3	7,332		

Synopsis

- Price is above the 8 – 21 period EMA
- RSI is below 50 (47)
- Stochastic is overbought
- The futures are testing a resistance zone between USD 6,720 - USD 7,175
- The stochastic is overbought with the RSI below 50 indicating momentum remains vulnerable
- Downside moves that close (today) below the USD 6,361 level would suggest the technical picture is starting to weaken
- Intraday analysis is in divergence warning of a potential momentum slowdown
- Upside moves above USD 7,175 would create a fresh market high and be considered as bullish

Panamax Q3



	Support		Resistance		Current Price		Bull		Bear
S1	8,404	R1	9,025		8,850		RSI above 50		Stochastic overbought
S2	8,212	R2	9,175						
S3	8,033	R3	9,369						

Synopsis

- Price action is above the 8 – 21 period EMA
- RSI is above 50 (55)
- Stochastic is overbought
- Price is above the 8—21 period EMA's with
- The futures held support and closed above the USD 7,647 level indicating the technical picture was improving
- The RSI is now above 50 with the stochastic in overbought territory. Stochastic pullbacks into bear territory with the RSI above 50 would be considered as technically bullish
- Yesterday's candle produced a dragon fly doji indicating support at lower levels. However this created a lower low in the market warning of technical weakness
- Wave analysis is bullish, but potentially in a corrective phase on the back of the lower low.
- USD 8,890—USD 9,025 is now a key resistance zone. Above this level the futures will have entered into an Elliot 5th wave. Price action that fails to make a new high will remain in a corrective wave 4

Panamax Cal 21



	Support	Resistance	Current Price	Bull	Bear	
S1	9,550	R1	9,300	RSI above 50	Stochastic overbought	
S2	9,867	R2				9,158
S3	10,229	R3				9,037
					8,924	

Synopsis

- Price action is above the 8 – 21 period EMA
- RSI is above 50 (56)
- Stochastic is overbought
- The futures have rallied hard since the divergence on the 06/05/20 resulting in a move above the 200 period MA.
- The USD 9,550 high has put the intraday technical into divergence, suggesting this could be the early stages of a corrective wave 4. This is a countertrend move with a near term support zone between USD 9,158—USD 8,924
- Downside moves that close below the USD 9,129 (today) would support price entering into a corrective phase