



Panamax Technical Report

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

Index

Technically bearish but with a neutral bias, the index is now on a 5th wave of this phase, warning we have the potential to exhaust soon. Upside moves above USD 29,410 will create a higher high meaning the technical is bullish; however, this will create a negative divergence with the RSI, warning we have the potential to see a momentum slowdown. A close below USD 28,380 will indicate that momentum is weakening based on price, whilst below USD 27,832 the technical is bearish. Bearish with a neutral bias, the index is starting to look vulnerable at these levels.

June 22

Having held support last week, the futures traded to a new high, creating a negative divergence. 2022 has seen two bull waves (Jan-Feb and Feb-Mar), both of which consisted of 3-waves, these moves are linked to corrective phase and not bullish impulse moves, suggesting we could be in a large countertrend correct phase. Near-term price action is bullish, but we have the potential to create further divergences on new highs, meaning the futures are not considered a technical buy at this point. Upside moves will have to trade above USD 33,625 for any move to be considered as bullish impulse. Likewise, downside moves below USD 22,750 would suggest the USD 16,425 low could be vulnerable. Price action is bullish, but the recent upside move is a 3-wave pattern with the potential to diverge, suggesting this technical looks vulnerable to a downside move.

Q3 22

The trend is stable based on the EMA spacing but the futures now have both a longer and shorter-term divergence in play, warning we have the potential for a momentum slowdown. Downside moves that hold above the USD 28,210 level will support a bull argument, below this level the technical will have a neutral bias. Only below USD 27,250 is the technical bearish. The Elliott wave is a little unclear which also leads us to be cautious, if the trend is stable the count is normally clear, implying the technical is looking vulnerable to a downside move at this point.

Cal 23

Technically bullish with price remaining above the trend support, if we open below USD 17,650 on Monday (or close below this level) then the futures could be vulnerable to a technical pullback. The short-term EMA's are bullish but the 55-period MA is flat, suggesting this trend is not stable at this point. New highs above USD 18,100 will create a negative divergence with the RSI, suggesting there could be limited upside in this move before we enter a corrective phase, as above USD 18,325 it will create a secondary divergence with the RSI.

Panamax Index



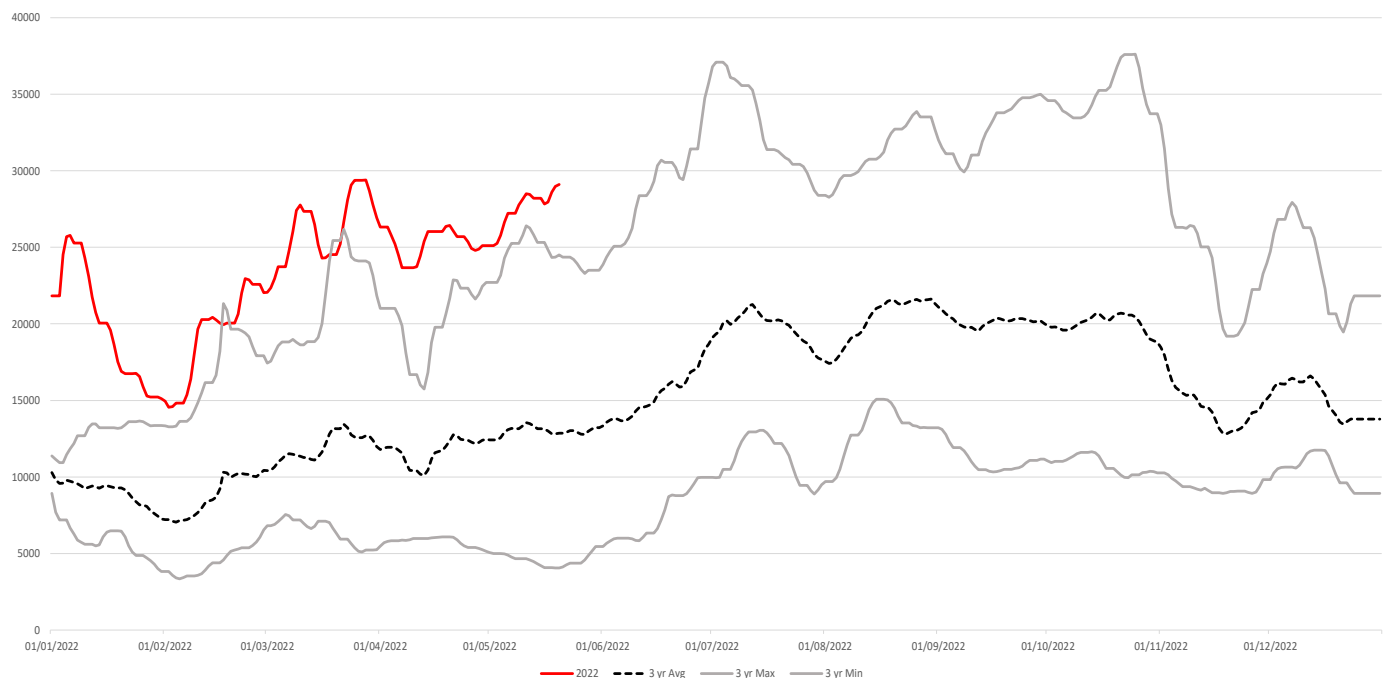
	Support	Resistance	Current Price	Bull	Bear
S1	27,832	R1	29,410	RSI above 50	Stochastic overbought
S2	26,629	R2	31,141		
S3	24,803	R3	32,890		

Synopsis - Intraday

Source Bloomberg

- Price is above the 34-55 period EMA's
- RSI is above 50 (65)
- Stochastic is overbought
- The index did produce a small pullback last week before moving higher. Price is above all key moving averages supported by the RSI above 50.
- The index has now entered a 5th wave of this phase, warning we have the potential to soon exhaust. A close below USD 23,380 will mean that momentum is weakening based on price, whilst below USD 27,832 the index will have made a lower low, at this point it is bearish.
- Upside moves above USD 29,410 will create a higher high, taking the technical into bull territory; however, a new high will create a negative divergence with price, warning we have the potential to see a momentum slowdown.
- Technically bearish with a neutral bias, but not considered a technical buy at this point.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax June 22 (1 Month forward)



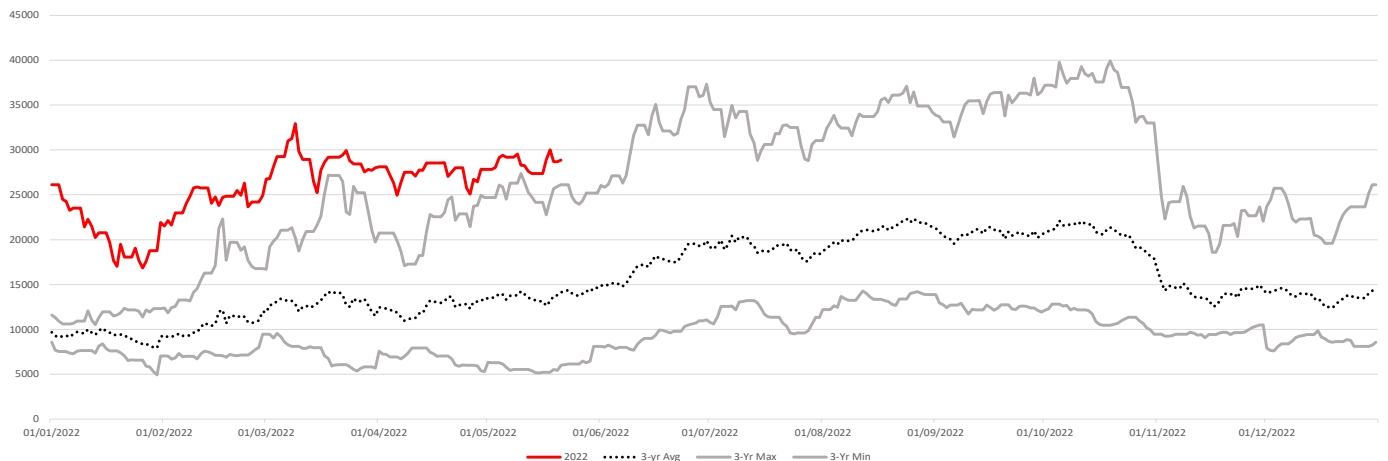
	Support	Resistance	Current Price	Bull	Bear
S1	28,230	R1	30,375	RSI above 50	
S2	27,820	R2	31,055		
S3	27,125	R3	32,125		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is above 50
- Price was in a corrective phase last week, whilst momentum warned that we had the potential to see a further test to the downside. The futures moved lower but held the USD 26,620 level, supporting a bull argument, resulting in the futures trading to a new high. Price is above the 8-21 period EMA's supported by the RSI above 50.
- The new high created a negative divergence resulting in the futures entering a corrective phase yesterday, downside moves that hold at or above USD 28,230 will support a bull argument, below this level the futures will have a neutral bias. Only below USD 27,125 is the technical bearish.
- Upside moves above USD 30,375 will target the USD 30,750 and USD 31,055 resistance levels.
- The technical is bullish having made a higher high; however, we now have a 3-wave pattern higher that are often linked to corrective moves, warning this upside move has the potential to fail. Above USD 33,625 will confirm that the upside move in 2022 is bullish impulse and not a corrective wave B, if we trade below USD 22,750 then the probability of USD 16,425 trading will increase.

Panamax Rolling Front month 3-year Seasonality Avg/Max/Min



Panamax Q3 22



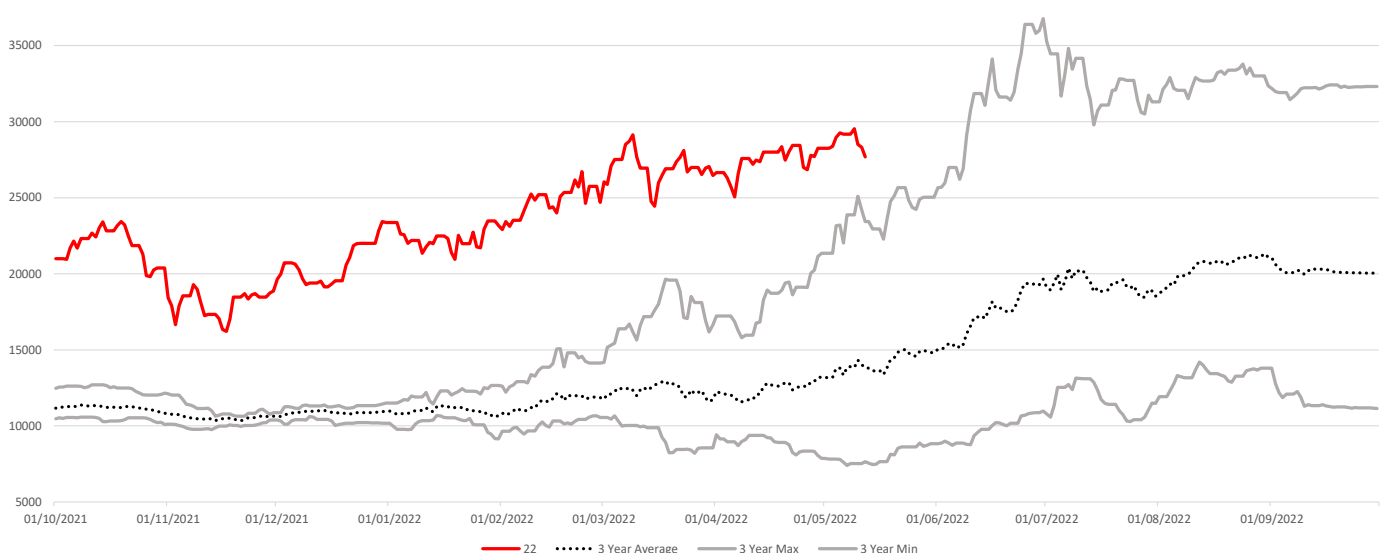
	Support	Resistance	Current Price	Bull	Bear	
S1	28,210	R1	29,375	RSI above 50		
S2	27,854	R2				30,750
S3	27,250	R3				31,695

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic is above 50
- Neutral last week, momentum had warned support could come under pressure. However, the RSI held above 50 resulting in the futures trading to new highs. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 28,210 will support a bull argument, below this level the futures will have a neutral bias. Only below USD 27,250 is the technical bearish.
- The new high has created a negative divergence with the RSI, not a sell signal it does warn of the potential for a momentum slowdown.
- The 21 period EMA and 34 period EMA are well spaced suggesting the trend is stable; however, we have a longer-term and shorter-term negative divergences in play, with the Elliott wave looking a little unclear at this point, suggesting the futures could be vulnerable to a technical pullback. Not a technical buy at these levels.

Panamax Q3 3-Year Seasonality with Max/Min Values



Panamax Cal 23



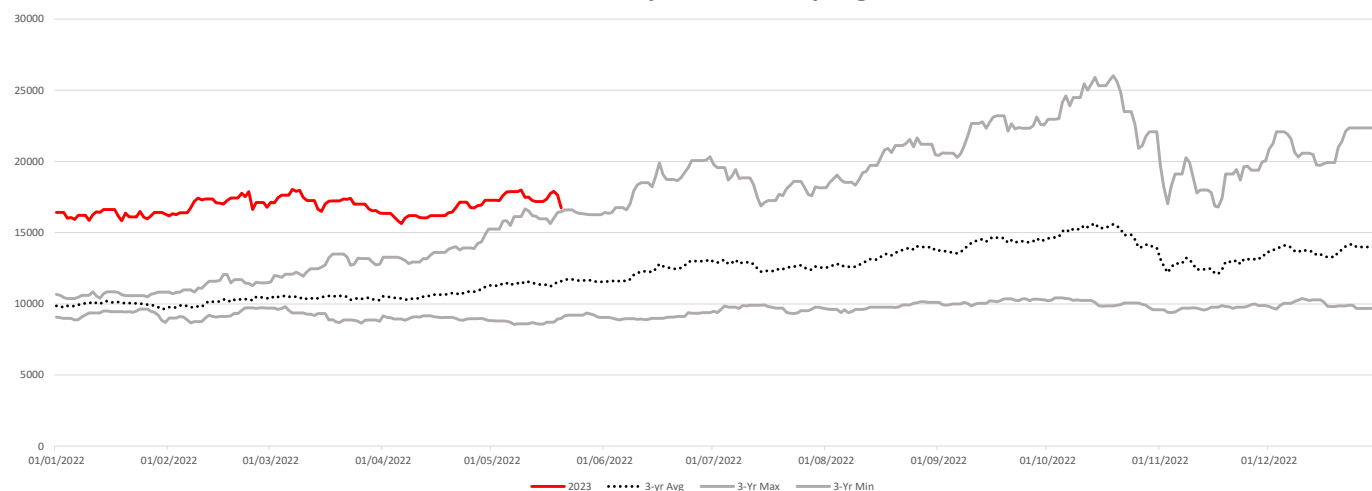
	Support	Resistance	Current Price	Bull	Bear
S1	17,092	R1	18,100	RSI above 50	
S2	16,919	R2	18,325		
S3	16,625	R3	18,425		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (57)
- Stochastic is above 50
- The RSI held above 50 last week as did the trend support resulting in the futures moving higher. Price is above all key moving averages supported by the RSI above 50.
- If we open below USD 17,650 on Monday price will be on the wrong side of the trend support, warning that the futures could enter a corrective phase. Likewise, if we open above the trend support but close below it, the futures will be vulnerable. If we continue to hold above the support line, then we target the USD 18,100 high.
- The technical is bullish, the 55-period EMA is flat indicating the longer-term trend is not stable at this point; however, price action is above the faster moving averages supporting a near-term bull argument. Note the RSI has the potential to diverge twice between USD 18,100 and USD 18,325 warning the upside move could be limited.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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