



# Panamax Technical Report

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## Index

The index remains in a corrective phase with the pullback now considered as deep, meaning the probability of price trading to a new high has started to decrease. The RSI has broken support, with the MA on the RSI implying momentum remains weak, suggesting upside moves have the potential to be countertrend. Due to the momentum weakness and the deep pullback the technical is suggesting that the USD 11,693 fractal low could be tested and broken.

## Feb 24

We remain technically bearish with both price and the RSI making new lows, implying momentum remains weak at this point. Our intraday Elliott wave cycle is also suggesting that upside moves look like they could be countertrend. Key resistance is now at USD 13,887, a move above this level will warn that the probability of the futures trading to a new low will start to decrease.

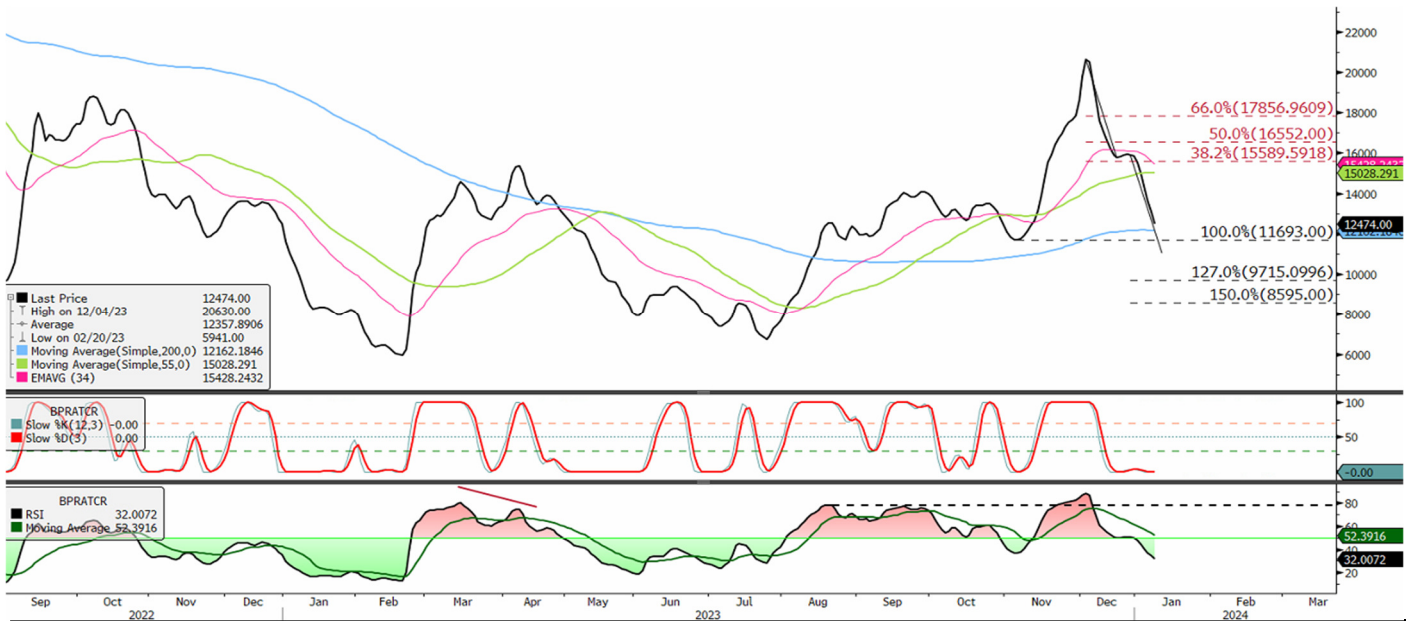
## Q2 24

Bullish but in a corrective phase last week, we had a note of caution on moves higher as momentum indicators warned that support levels remained vulnerable. The futures did continue to move lower with price breaking the USD 13,340 level, meaning the probability of price trading to a new high has started to decrease. The MA on the RSI continues to imply momentum weakness whilst the RSI is making new lows, indicating that upside moves will potentially still be countertrend, meaning support levels remain vulnerable.

## Cal 25

We noted last week that there looked to be a larger, bullish Elliott wave cycle in play, suggesting downside moves should be considered as countertrend. However, we also highlighted that there looked to be further downside in the near-term based on weakening momentum. We have moved lower but remain above the USD 11,232 support, if broken, then the probability of the futures trading to a new high would start to decrease. We are still bullish, but momentum indicators continue to warn of weakness, implying upside moves could struggle to hold at this point. The technical and the wave cycle are conflicting, suggesting we remain within a corrective phase. Meaning focus should be on the USD 11,232 level in case it is breached. We highlight this as a possibility as the Q2 has broken key support levels.

# Panamax Index



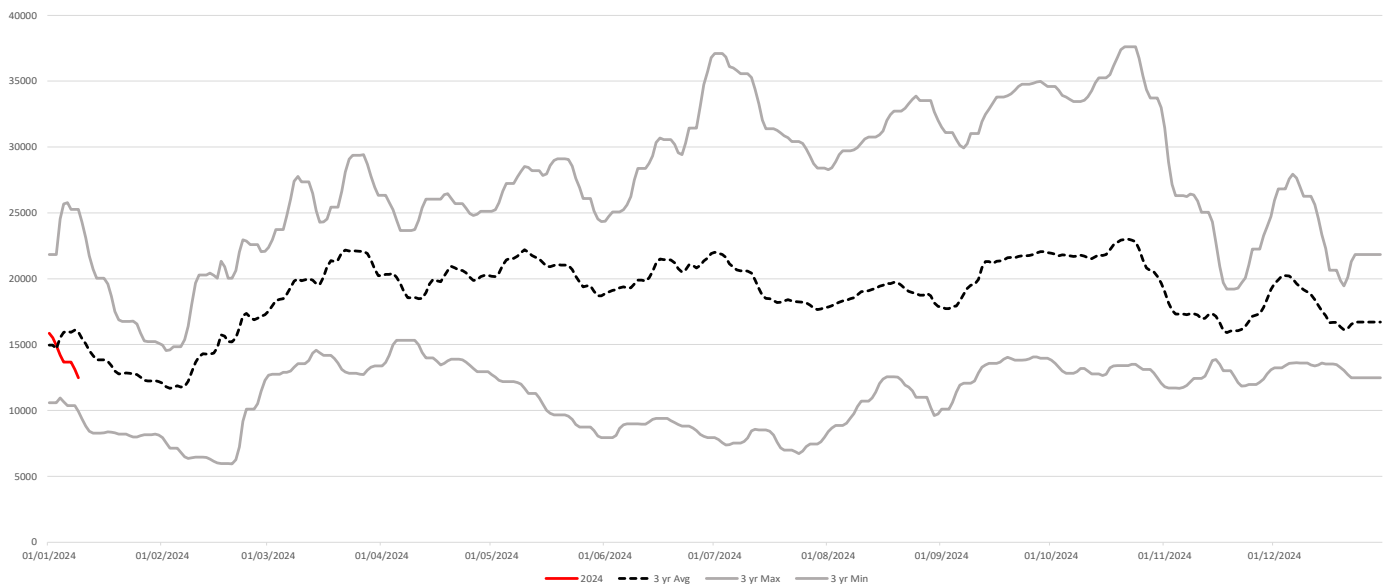
	Support	Resistance	Current Price	Bull	Bear
S1	11,693	R1	15,589	Stochastic oversold	RSI below 50
S2	9,715	R2	16,552		
S3	8,595	R3	17,856		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (32)
- Stochastic is oversold
- We remained bullish but in a corrective phase last week with price above the USD 14,731 support, below this level the probability of the index trading to a new high would start to decrease. The MA on the RSI was moving lower, implying momentum was weakening, suggesting the USD 14,731 support would be broken in the coming days. We have continued to move lower with price breaking key support, the probability of the index trading to a new high has now decreased. We are below the 34-55 period EMA's with the RSI below 50.
- Momentum based on price is aligned to the sell side, a close above USD 14,026 will mean it is aligned to the buyside. Upside moves that fail at or below USD 17,856 will leave the index vulnerable to further tests to the downside, above this level the USD 20,630 fractal high will start to look vulnerable.
- We remain above the USD 11,693 support, meaning the index is technically in bullish territory (with a neutral bias). However, the MA on the RSI is implying that momentum is weak, whilst the RSI has broken support, indicating that upside moves have the potential to be countertrend. The deep pullback and weak momentum would suggest that the USD 11,693 fractal low has the potential to be tested and broken.

Panamax Index 3-Year Seasonality Avg/max/Min



# Panamax Feb 24 (1 Month forward)



	Support	Resistance	Current Price	Bull	Bear
S1	9,252	R1	12,302	Stochastic oversold	RSI below 50
S2	8,062	R2	12,975		
S3	7,451	R3	13,887		

## Synopsis - Intraday

- Price is below the 8– 21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Technically bearish on the previous report, the MA on the RSI was turning lower again, meaning momentum supported the move lower. The RSI was also making new lows alongside price, whilst intraday Elliott wave analysis is suggesting that upside moves should be considered as countertrend. The futures continued to sell lower; we remain below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 13,887 will warn that we have the potential to see further tests to the downside, above this level, the technical will have a neutral bias.
- Technically bearish, the MA on the RSI continues to warn that momentum is weak, alongside the RSI making new lows, warning upside moves have the potential to be countertrend. The intraday Elliott wave cycle supports this, as it also implies that a move higher would be against the trend.

Source Bloomberg

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



# Panamax Q2 24

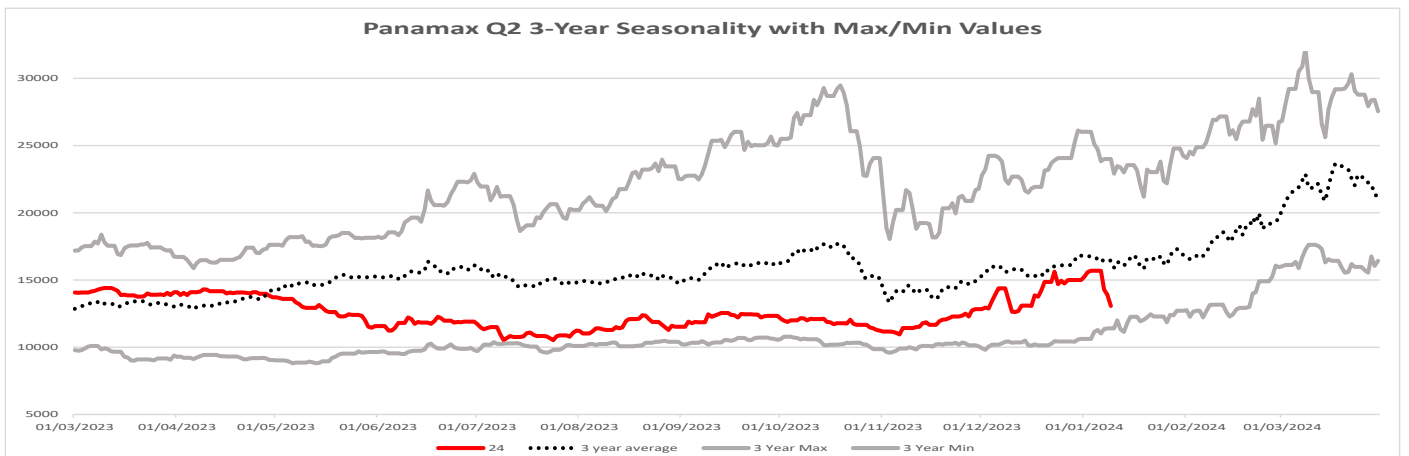


	Support	Resistance	Current Price	Bull	Bear
S1	12,890	R1	14,071	Stochastic oversold	RSI below 50
S2	12,125	R2	14,387		
S3	11,604	R3,	14,815		

## Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Technically we remained bullish last week but in a corrective phase, the MA on the RSI had started to move lower with the RSI making new lows, suggesting intraday upside moves had the potential to be countertrend in the near-term. Key support was unchanged at USD 13,340, if this level was broken then the probability of the futures trading to a new high would start to decrease. We noted that support levels were looking vulnerable, as the RSI was below its average with price below the weekly pivot point (USD 15,458), meaning market buyers should be cautious until momentum started to turn to the buyside. Focus was on the USD 13,340 level, as this needed to hold. The futures had an intraday move higher that failed to gain momentum support, resulting in further downside within the technical. We have broken the USD 13,340 support with price now below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 14,815 will leave the futures vulnerable to further tests to the downside, above this level the USD 15,725 fractal high will start to look vulnerable.
- Although we remain technically bullish (with a neutral bias), the depth of the pullback is now suggesting that the probability of the futures trading to a new high has started to decrease. The MA on the RSI continues to warn of momentum weakness with the RSI making new lows. This would suggest that upside moves still have the potential to be countertrend at this point. We suggested that market buyers should be cautious last week due to price being below the weekly pivot point with the RSI below its average. We maintain this view as support levels are still vulnerable with upside moves looking like they will be against the trend.

Source Bloomberg



# Panamax Cal 25

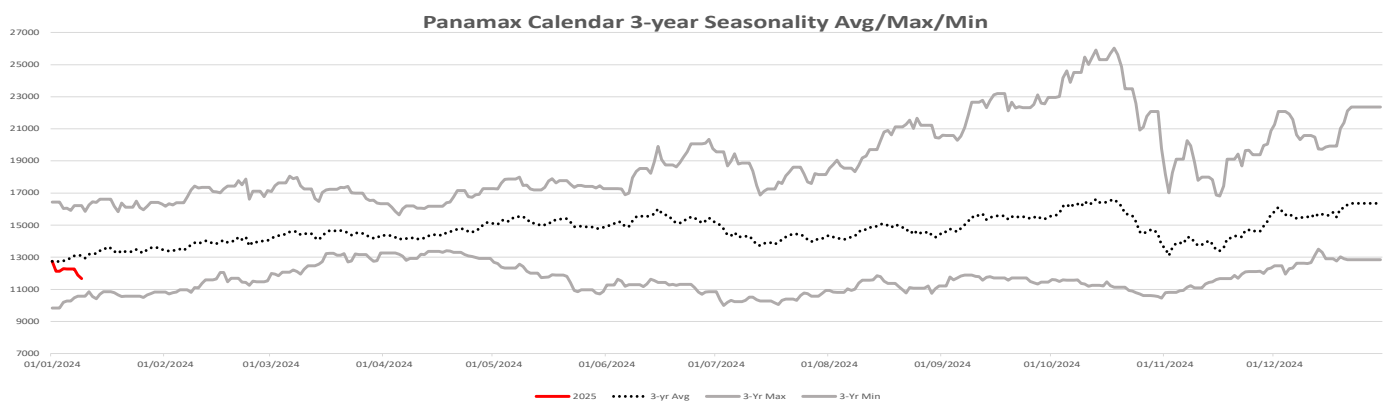


	Support	Resistance	Current Price	Bull	Bear
S1	11,612	R1	12,417	Stochastic oversold	RSI below 50
S2	11,232	R2	12,800		
S3	10,933	R3	13,150		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Technically bullish but in a corrective phase on the last report, the futures were moving lower on the back of a negative divergence with RSI. The upside move that started in October looked to be an extended Elliott wave 3, suggesting that the corrective move lower looked like it could be countertrend on a larger cycle. However, in the near-term technical, the RSI had broken support levels, implying momentum weakness, warning there could be further downside to come in the form of a 3-wave corrective pattern. The futures have continued to move lower, having produced an intraday move higher that failed to hold, which relates to the RSI breaking support last week. We are now below the 8-21 period EMA's with the below 50.
- Downside moves that hold at or above USD 11,232 will support a bull argument, below this level the technical will have a neutral bias.
- We remain in a corrective phase with price above the USD 11,232 support, if broken, then the probability of the futures trading to a new high will start to decrease. As noted last week, there looks like there could be a larger bull cycle in play, implying that the move lower is potentially countertrend from a longer-term perspective. However, at this point, the MA on the RSI still warns of momentum weakness with the RSI continuing to make new lows, implying upside moves could struggle to hold. The Elliott wave cycle and the technical are conflicting, indicating we remain in a corrective phase, meaning focus should be on the USD 11,232 support.



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