



Panamax Technical Report

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Index

The index broke fractal support on the back of weakening momentum last week, meaning the technical is now bearish. Momentum remains weak with upside moves looking like they could be countertrend. However, price is turning to the buy side, if we close above USD 11,603 then sentiment will be turning bullish, whilst a close above 11,942 with the RSI above 46 will warn that resistance levels are vulnerable.

Feb 24

We remain bearish with the MA on the RSI implying that momentum remains weak, whilst the RSI last week would suggest that upside moves could be countertrend. The Elephant in the room is the continued attacks on vessels in the Red Sea, which is causing diversions, meaning the futures are supported. The Elliott wave cycle suggests the upside move looks to be countertrend, but this is based on the psychological footprint of the market, this could change on the back of the Houthi attacks and cause the cycle to fail. We highlight this as intraday momentum looks supported at this point, meaning resistance levels are vulnerable. This will apply to the freight complex in general.

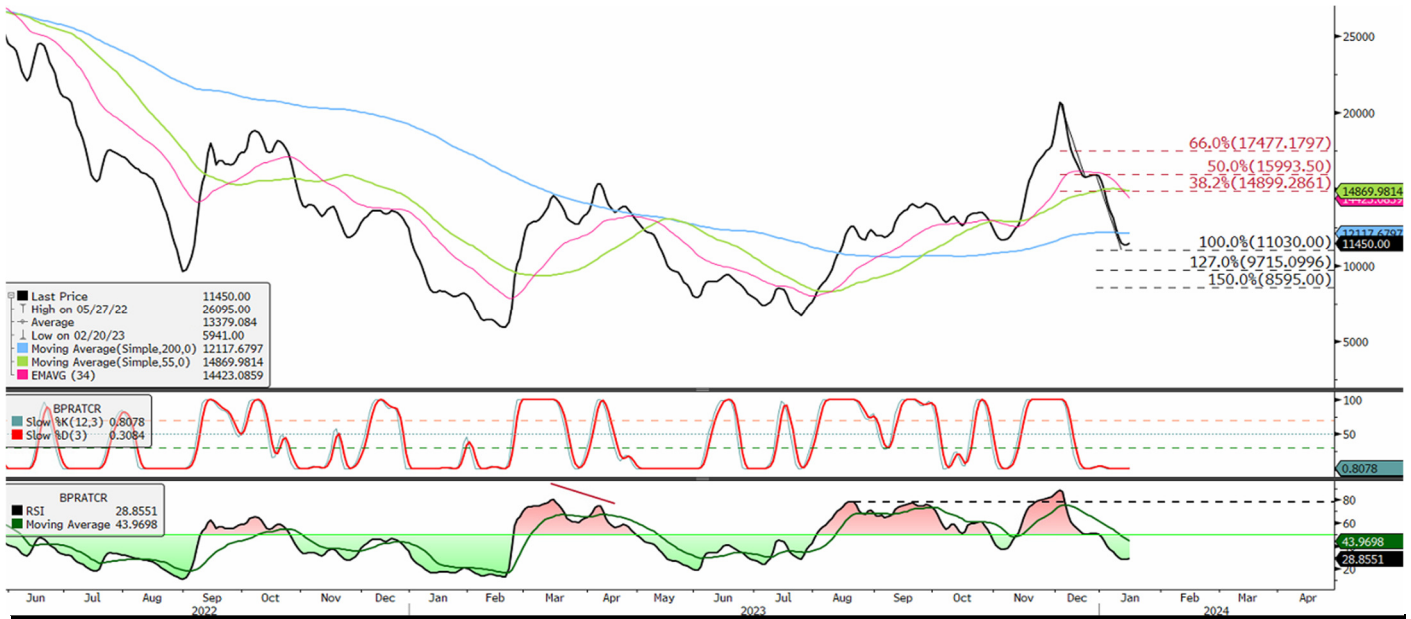
Q2 24

We were bullish with a neutral bias last week, with the depth of the pullback suggesting that the probability of the futures trading to a new high had started to decrease. We have held the USD 12,890 support with price now approaching the USD 14,773 resistance, if broken the USD 15,725 high will be vulnerable. Momentum is conflicting as the MA on the RSI is suggesting it is weak, but the RSI is above 50 with the stochastic crossing above 30, implying we move higher. Intraday momentum does support a move higher with price opening on Monday above the weekly pivot point, suggesting we could continue on this upside move.

Cal 25

As noted last week, there looked like there could be a larger bull cycle in play, implying that the move lower was potentially countertrend from a longer-term perspective. The futures were corrective with momentum warning that key support levels remained vulnerable. We held above the 50% Fibonacci retracement resulting in the futures moving higher. Like the Q2, momentum is conflicting with price at an inflection point; however, we have had downside rejection on the weekly chart with price moving above last week's high, with intraday momentum looking supported, suggesting resistance levels could be broken.

Panamax Index



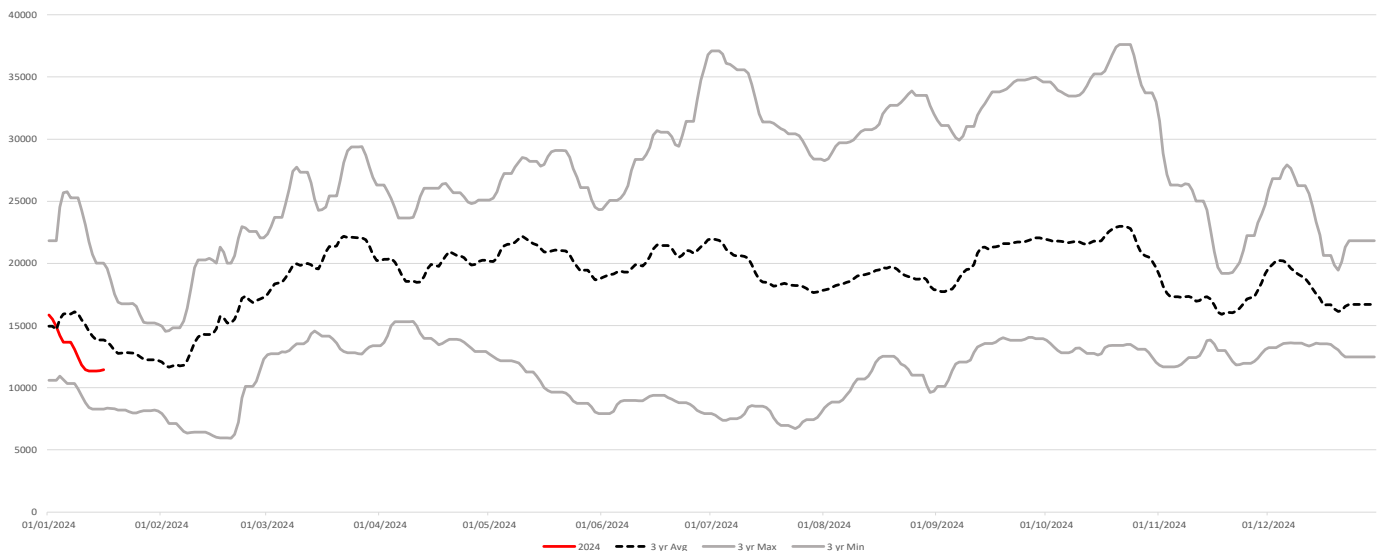
	Support	Resistance	Current Price	Bull	Bear
S1	11,030	R1	14,899	Stochastic oversold	RSI below 50
S2	9,715	R2	15,993		
S3	8,595	R3	17,477		

Synopsis - Intraday

Source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (28)
- Stochastic is oversold
- We remained above the USD 11,693 support last week, meaning the index was technically in bullish territory (with a neutral bias). However, the MA on the RSI implied that momentum is weak, whilst the RSI had broken support, indicating that upside moves had the potential to be countertrend. The deep pullback and weak momentum suggested that the USD 11,693 fractal low had the potential to be tested and broken. The index traded below support, meaning the technical is now in bearish territory. Price is below all key moving averages supported by the RSI below 50.
- Momentum based on price is aligned to the sell side, a close above USD 11,603 will mean it is aligned to the buyside. Upside moves that fail at or below USD 17,477 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is indicating that momentum is weak, the new low in the RSI is suggesting that upside moves have the potential to be countertrend. The index is turning higher warning we could close above the USD 11,603 level, if we do it will signal that momentum is turning to the buyside. A close above USD 11,942 with the RSI moving above 46 will further support a buyer's argument, meaning resistance levels could be vulnerable in the near-term.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax Feb 24 (1 Month forward)

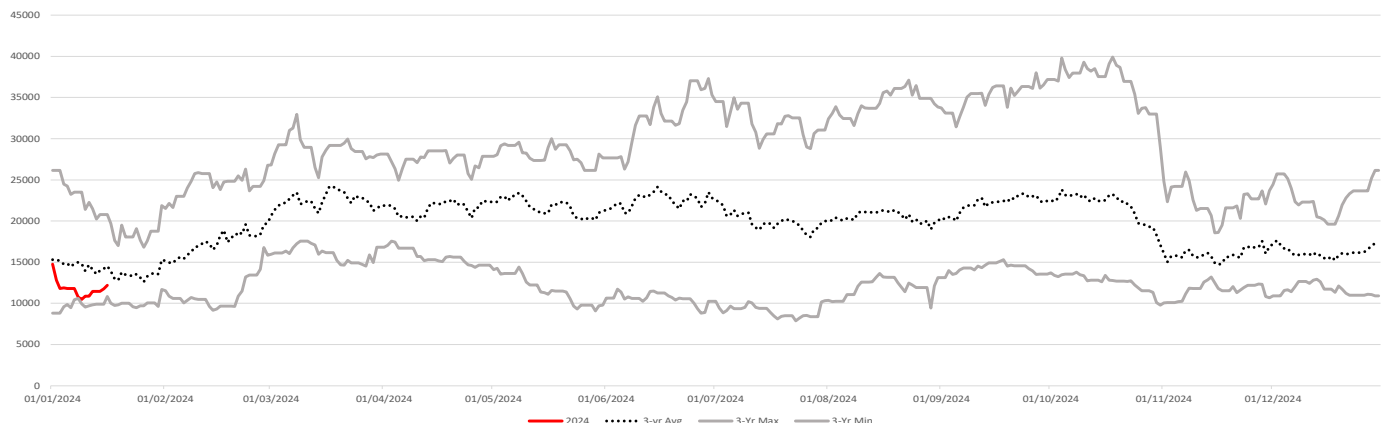


	Support	Resistance	Current Price	Bull	Bear
S1	10,847	R1	12,175	Stochastic oversold	RSI below 50
S2	10,125	R2			
S3	9,252	R3			

Synopsis - Intraday

- Price is between the 8– 21 period EMA's Source Bloomberg
- RSI is below 50 (46)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI continued to warn that momentum was weak, alongside the RSI making new lows, warning upside moves had the potential to be countertrend. The intraday Elliott wave cycle supports this, as it also implied that a move higher would be against the trend. We noted on the close report on the 10/01/24 that the futures had an intraday divergence in play with price already trading at 3-year lows, whilst this index was below 3-year average values but still above the lows, suggesting we were overextended to the downside. This has resulted in the futures moving higher with price now between the 8-21 period EMA's, the RSI remains 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.
- We remain bearish, the RSI is now above its MA, but the averages is still warning of momentum weakness; however, the cross over is warning that momentum could potentially be turning. The new low in the RSI last week is suggesting upside moves have the potential to be countertrend, making USD 13,887 the key resistance to follow. If broken then the probability of the futures trading to a new low will start to decrease, warning the bearish wave cycle could fail.

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



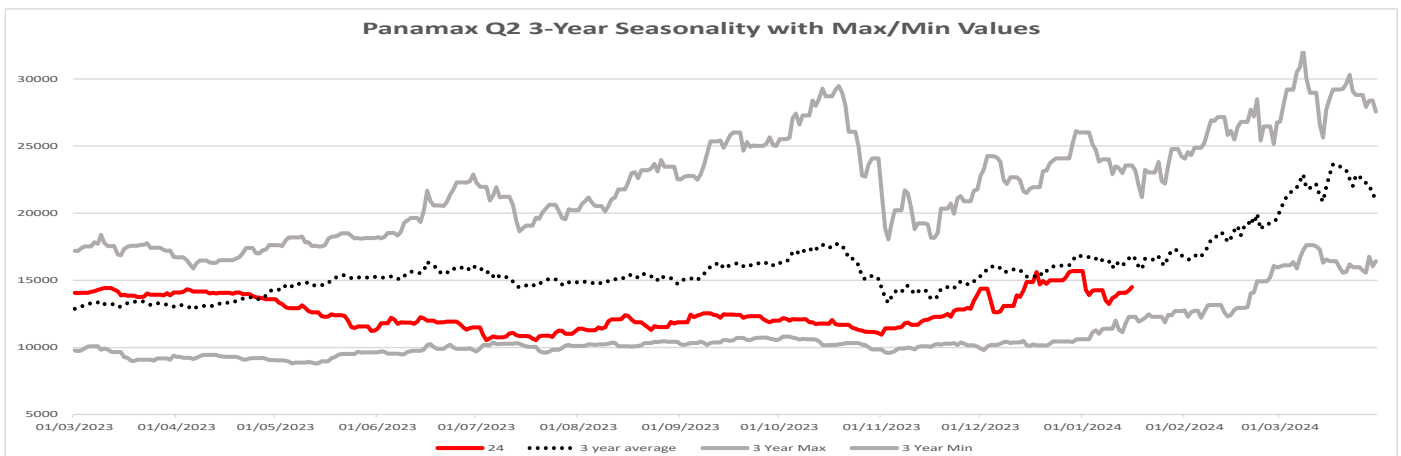
Panamax Q2 24



Support	Resistance	Current Price	Bull	Bear
S1	13,528	R1	14,773	
S2	12,890	R2	15,125	RSI above 50
S3	12,125	R3,	15,725	

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (56) Source Bloomberg
- Stochastic is below 50
- Although we remained technically bullish last week (with a neutral bias), the depth of the pullback suggested that the probability of the futures trading to a new high had started to decrease. The MA on the RSI continued to warn of momentum weakness with the RSI making new lows. This implied that upside moves still had the potential to be counter-trend. We suggested that market buyers should be cautious the previous week due to price being below the weekly pivot point with the RSI below its average. We maintained this view as support levels were still vulnerable with upside moves looking like they will be against the trend. The futures held above the USD 12,890 support resulting in price moving higher, we are now above all key moving averages supported by the RSI above 50.
- Upside moves that fail at or below USD 14,875 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.
- We remain bullish but with a neutral bias, the futures are now approaching the USD 14,875 resistance, if broken then the technical becomes bullish again, at this point the USD 15,725 high will become vulnerable. The MA on the RSI does imply momentum is weak, however, the RSI is crossing its MA, warning it could be turning. In theory, the RSI low last week would suggest that this upside move could be countertrend; However, the futures opened the above the weekly pivot point on Monday with the RSI now above its average, suggesting the USD 14,773 resistance could be broken on the 17/01.



Panamax Cal 25

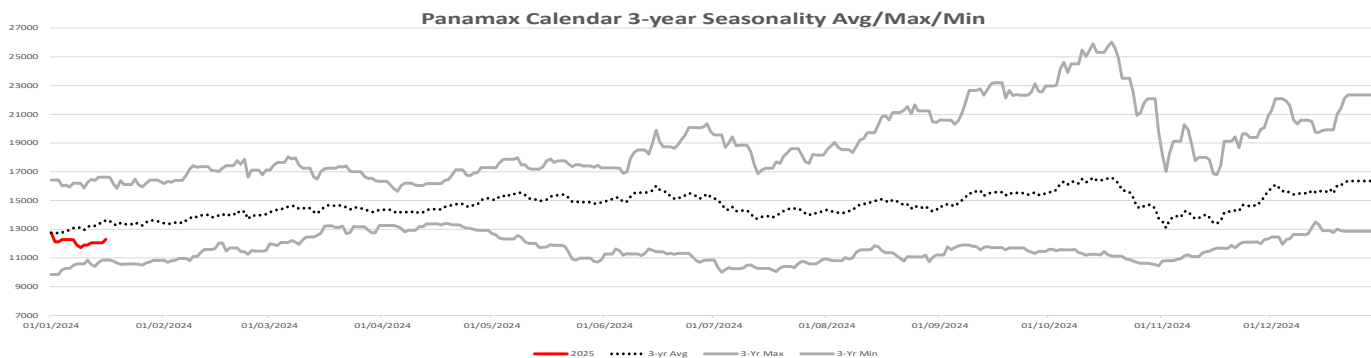


	Support	Resistance	Current Price	Bull	Bear
S1	11,612	R1	12,417	RSI above 50	
S2	11,232	R2	12,800		
S3	10,933	R3	13,150		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is below 50
- We remained in a corrective phase last week with price above the USD 11,232 support, if broken, then the probability of the futures trading to a new high would start to decrease. As noted last week, there looked like there could be a larger bull cycle in play, implying that the move lower was potentially countertrend from a longer-term perspective. However, at this point, the MA on the RSI still warned 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 were conflicting, indicating we remain in a corrective phase, meaning focus should be on the USD 11,232 support. The futures held above key support levels resulting in the futures moving higher, price is above all key moving averages with the RSI above 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. Likewise, upside moves that fail at or below USD 12,417 will leave the futures vulnerable to further tests to the downside, above this level the futures will target the USD 12,800 fractal high.
- Technically bullish, momentum is conflicting as the MA on the RSI continues to warn that momentum remains weak; however, the RSI is above 50 with the stochastic crossing above 50, suggesting we move higher. The futures are testing but remain below key resistance. The technical is at an inflection point, making USD 12,417 the key resistance to follow. However, we have had downside rejection on the weekly chart with price moving above last week's high, with intraday momentum looking supported, suggesting resistance levels could be broken.



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