



Panamax Technical Report

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Index

Technically bearish last week, we noted that resistance levels remained vulnerable. The index has moved higher, meaning we now have a neutral bias, price action continues to remain bullish. However, the RSI is now testing resistance with a noticeable slowdown in the index, warning we could be about to enter a corrective phase. If we close below the weekly pivot level USD 17,748) then momentum based on price (USD 18,167) will also be aligned to the sell side, warning that Fibonacci support zone could come under pressure. Likewise, if we hold the support zone it would suggest upside continuation. We are currently cautious on upside moves due to the RSI resistance and slowdown in price.

April 24

The longer-term trend remains bullish, but the futures now look to be entering a corrective wave 4 with price below the weekly pivot point (USD 19,308). A close below this level will imply that sell side momentum is increasing, making USD 15,295 the key support to follow. A close below this level will mean that the probability of the futures trading at a new high will start to decrease. Based on current price action going into the close, Fibonacci support is starting to look vulnerable.

Q2 24

Like April, the longer-term trend is bullish, but the futures look to be entering a corrective Elliott wave 4. We are moving lower on the back of an intraday negative divergence with price below the weekly pivot level, suggesting we could/should move below the 21-period EMA. With price now in a corrective phase the Fibonacci support zone is starting to look vulnerable, making USD 15,194 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease.

Cal 25

The futures are moving lower in line with the rest of the Panamax complex with price trading below the weekly pivot level, suggesting the Fibonacci support zone could come under pressure. The RSI is rejecting its MA which continues to warn of momentum weakness at this point.

Panamax Index



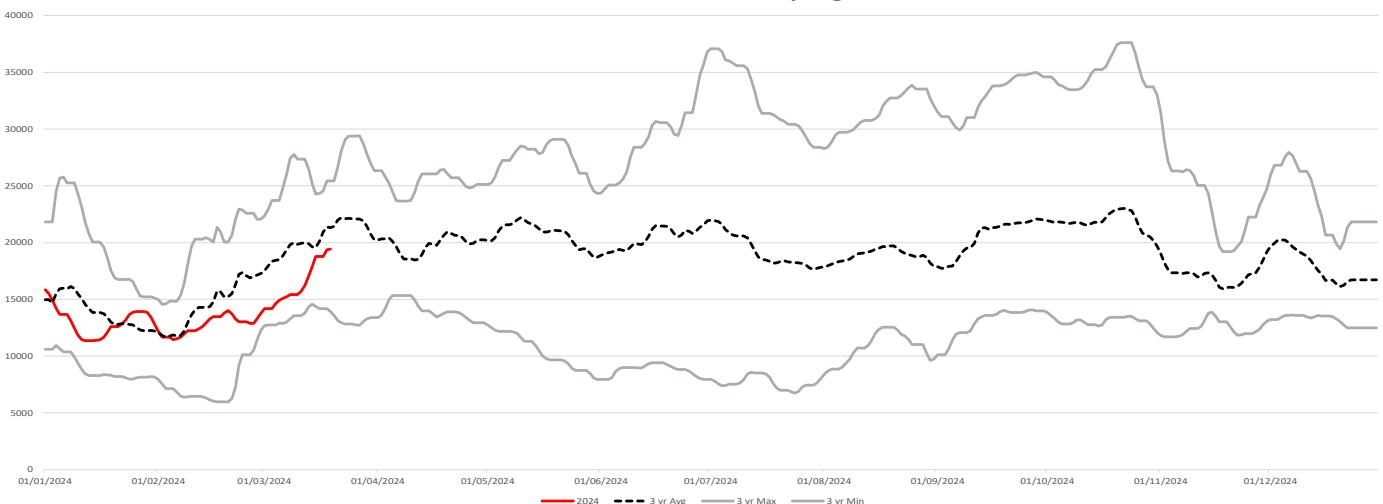
	Support	Resistance	Current Price	Bull	Bear
S1	16,881	R1	20,630	RSI above 50	Stochastic overbought
S2	15,085	R2	22,291		
S3	12,889	R3	25,269		

Synopsis - Intraday

Source Bloomberg

- Price is above the 34-55 period EMA's
- RSI is above 50 (79)
- Stochastic is overbought
- Technically bearish last week: however, price action remained bullish. The MA on the RSI implied momentum was supported whilst the RSI was making new highs, we were above the weekly pivot level (USD 15,151), warning the USD 17,477 resistance was now vulnerable. We had a support zone between USD 15,303 – USD 15,151, downside moves that held support would suggest we could see upside continuation. If broken, then Fibonacci support levels could come under pressure. The index has continued to move higher with price trading though the USD 17,477 resistance. We remain above all key moving averages with the RSI above 50.
- Momentum based on price is aligned to the buy side, a close below USD 18,167 will mean it is aligned to the sell side. Downside moves that hold at or above 15,085 will support a near-term bull argument, below this level the USD 12,889 fractal low will start to look vulnerable.
- Bearish with a neutral bias, price action remains bullish. The MA on the RSI continues to suggest that momentum is supported; however, the RSI is now testing resistance whilst the index is starting to slowdown, warning we could be about to enter a corrective phase. If momentum based on price becomes aligned to the sell side and we close below the weekly pivot level (USD 17,748), then the Fibonacci support zone could come under pressure. Likewise, if the support zone holds, then we should see further upside continuation.

Panamax Index 3-Year Seasonality Avg/max/Min



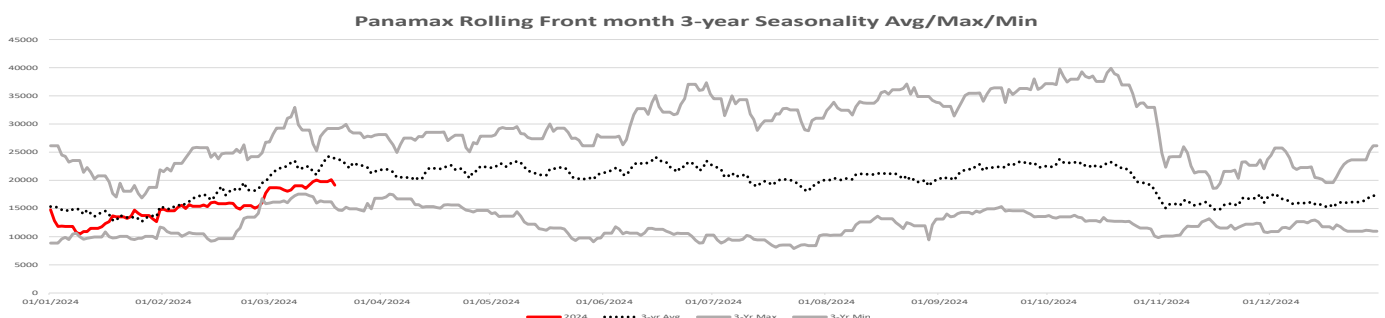
Panamax April 24 (1 Month forward)



	Support	Resistance	Current Price	Bull	Bear
S1	17,540	R1	18,800	RSI above 50	Stochastic overbought
S2	16,587	R2			
S3	15,295	R3			

Synopsis - Intraday

- Price is above the 8– 21 period EMA's Source Bloomberg
- RSI is above 50 (59)
- Stochastic is overbought
- Technically bullish with the futures remaining on the Extended Elliott wave 3 last week, suggesting the USD 19,625 fractal resistance would be tested and broken. The MA on the RSI indicated that momentum is supported with price trading back above the weekly pivot level (USD 18,591). We noted that a new high would create a negative divergence with the RSI on the intraday technical, not a sell signal it needed to be monitored. We continued to maintain our view that downside moves look like they will be countertrend based on the longer-term Elliott wave cycle. We made an observation that we looked to be on an Elliott wave 3 of a higher timeframe wave 3, suggesting we could trade above USD 21,200 in this phase of the cycle, as the lower timeframe wave 3 remains shorter than the wave 1. The futures traded to a high of USD 20,625 before entering a corrective phase, suggesting the USD 21,000 level might not be achieved. Price is between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 15,295 will support a bull argument, below this level the technical will have a neutral bias (on the lower timeframe wave cycle).
- Technically bullish on the longer-term trend, the futures are moving lower on an intraday divergence with price looking like we are potentially about to enter a wave 4 (still countertrend), making USD 15,295 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. We are trading below the weekly pivot level (USD 19,308), if we close below this level, it will warn that sell side momentum is increasing, meaning the Fibonacci support zone will start to look vulnerable. We should not that it is the lower timeframe wave 3 that failed to trade above the USD 21k level, not the larger cycle, meaning the overall magnitude if the trend should not be affected. Elliott wave can be subjective, and my interpretation on the cycle may be incorrect. However, I have highlighted it on the chart.



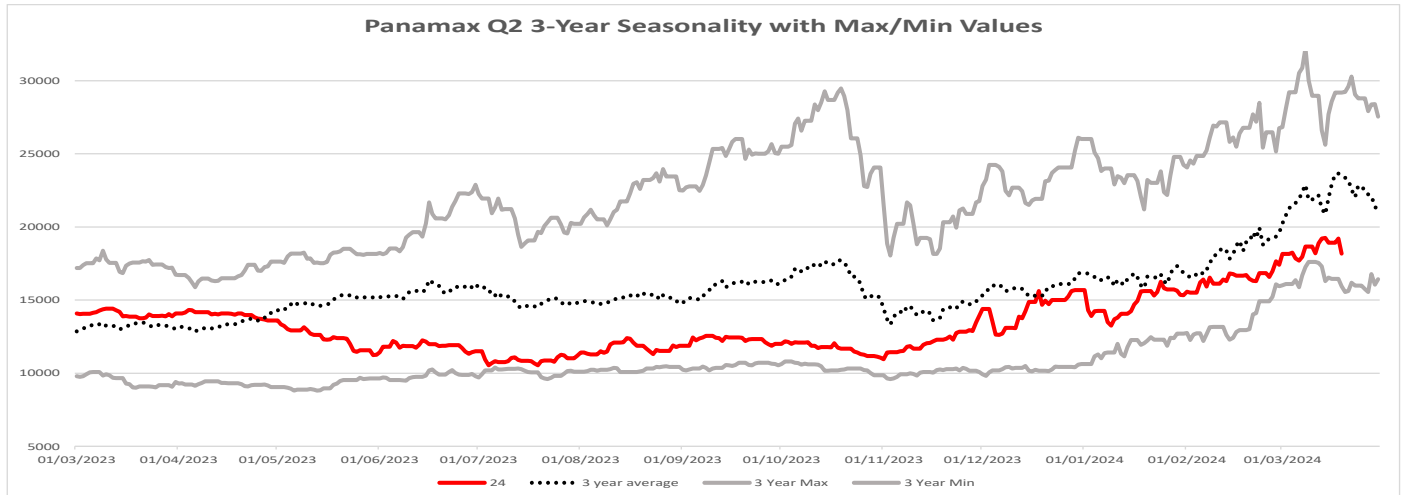
Panamax Q2 24



	Support	Resistance	Current Price	Bull	Bear
S1	17,050	R1	18,050	RSI above 50	Stochastic overbought
S2	16,262	R2			
S3	15,194	R3,			

Synopsis - Intraday

- Price is between the 8-21 period EMA's
- RSI is above 50 (56) Source Bloomberg
- Stochastic is overbought
- Technically bullish last week, the pullback previously did not look to have been the corrective wave 4 that we were looking for, as our lower timeframe oscillators did not cross, implying downside moves should still be considered as countertrend. We noted that upside moves above USD 19,125 would create a negative divergence with the RSI, not a sell signal, it is a warning that we could see a momentum slowdown, which will need to be monitored. The futures traded to a high of USD 19,600 before consolidating, we have now entered a corrective phase. Price is between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 15,194 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we now look like we could be entering the corrective wave 4 that we have highlighted previously. The futures are moving lower on an intraday negative divergence with the RSI, we are now trading below the weekly pivot level (USD 18,783). A close below this level will imply that sell side momentum is increasing, warning that the Fibonacci support zone could come under pressure, making USD 15,194 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. Last time we tested the 21-period EMA, we had a strong bounce that closed above the weekly pivot level. This time we have a divergence in play with the futures not seeing the same buy-side support as we approach the close, suggesting the average could fail in the coming days.



Panamax Cal 25



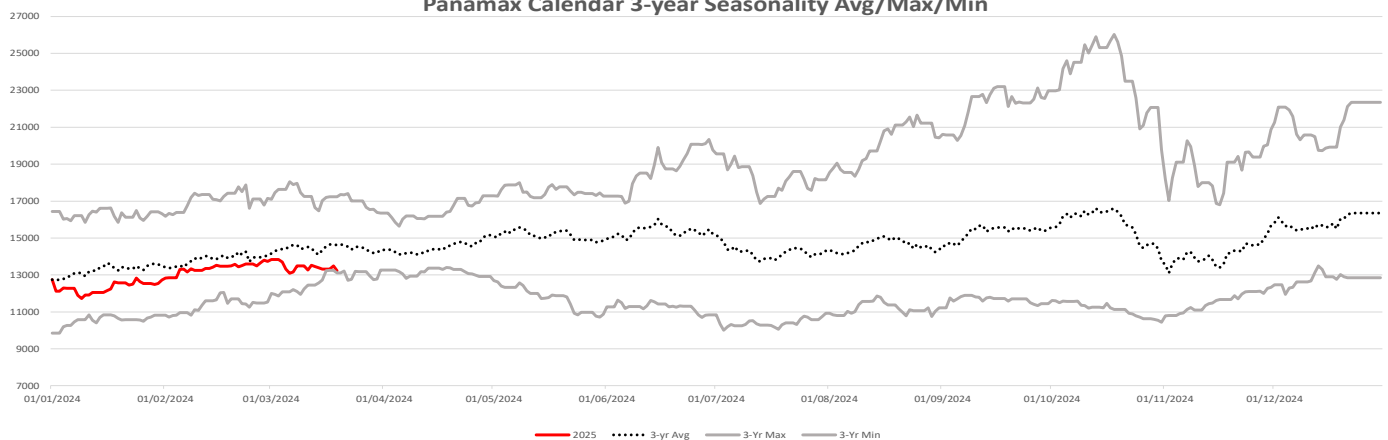
	Support	Resistance	Current Price	Bull	Bear
S1	12,900	R1	13,683		
S2	12,508	R2	14,050		RSI below 50
S3	12,199	R3	14,691		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (49)
- Stochastic is below 50
- Technically bullish last week, the futures had held above key support with price trading back above the weekly pivot level (USD 13,483). If we closed above and held above the weekly pivot it would warn that the USD 14,125 fractal resistance would start to look vulnerable. Failure to close above the pivot level would warn that there remained sell side pressure in the market. One note of caution, the MA on the RSI was warning of momentum weakness, ideally the RSI should cross above its average which should then flatten. If it did, then it would suggest that momentum is starting to support price. The futures closed above but failed to hold above the weekly pivot last week with the RSI remaining below its MA, meaning we are now starting to move lower. Price is below the 8-21 period EMA's with the RSI near neutral at 49.
- Downside moves that hold at or above USD 12,508 will support a bull argument, below this level the technical will have a neutral bias.
- The longer-term trend remains bullish, but the futures are now in a corrective phase with price trading below the weekly pivot level (USD 13,375), a close below this level will imply that sell side momentum is increasing, warning Fibonacci support levels could come under pressure. The RSI is rejecting its MA which continues to warn of momentum weakness.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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