



Panamax Technical Report

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Index

We had a note of caution on downside moves previously as the index was in divergence with the RSI. Having traded to a high of USD 8,212 the index is seeing a lowdown in price. We remain technically bearish; however, the upside move has come on the back of a positive divergence with the RSI, whilst below USD 7,280 will create further divergences. For this reason, we maintain a note of caution on downside moves at this point, as they could struggle to hold.

Feb 25

We were cautious of downside moves previously as the futures had been in divergence with the RSI. Having traded to a high of USD 8,600, the upside move has failed to hold, resulting in price selling lower. We remain technically bearish, the failure to break the USD 8,700 fractal resistance is warning the USD 7,075 low could be tested and broken. However, we have a note of caution on downside breakouts below this level as the futures will be in divergence with the RSI. Not a buy signal, it is a warning that we could see a momentum slowdown. As previously noted, we maintain our view that upside moves look like they could potentially be countertrend.

Q2 25

Technically bearish, the rejection of the Fibonacci resistance zone is warning that the USD 10,500 fractal low could be tested and broken. If it is, then our Elliott wave analysis suggests that we have the potential to trade as low as USD 9,730 within this phase of the cycle. However, a new low will create a positive divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored.

Cal 26

Technically bearish, the rejection of the Fibonacci resistance zone is warning that the USD 9,850 fractal low could be tested and broken. If it is, then our Elliott wave analysis suggests that we have the potential to trade as low as USD 8,736 within this phase of the cycle. However, a new low will create a positive divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored.

Panamax Index



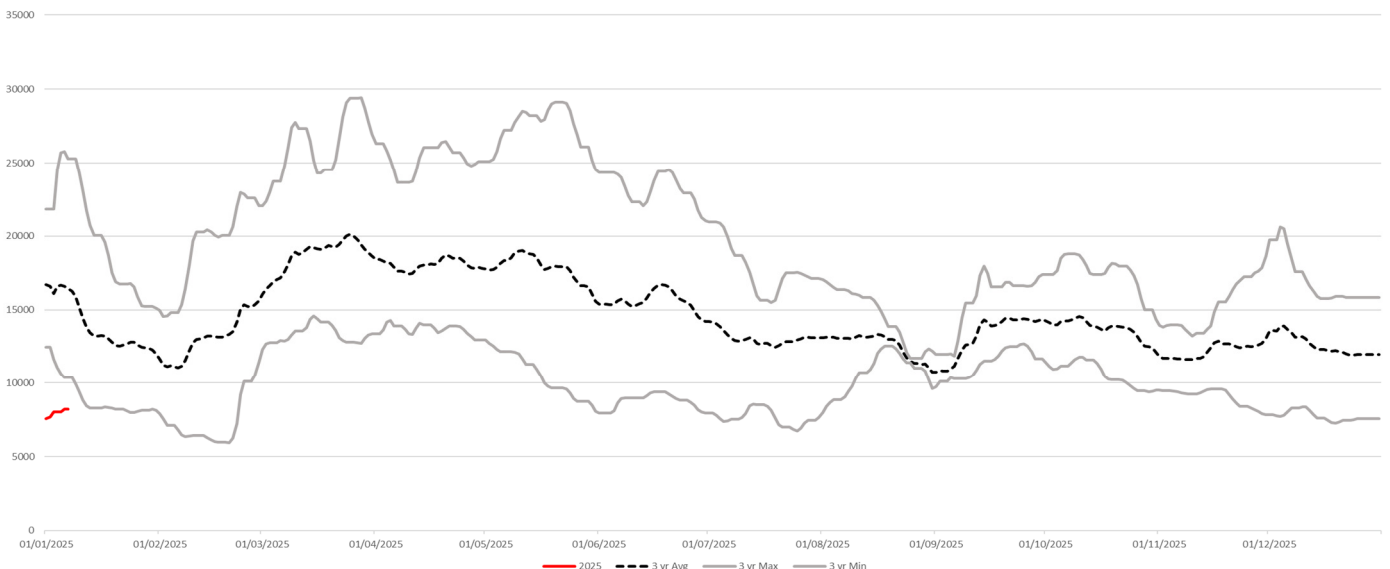
	Support	Resistance	Current Price	Bull	Bear
S1	6,922	R1	9,261		
S2	5,890	R2	9,351		RSI below 50
S3	4,607	R3	10,859		

Synopsis - Intraday

Source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (46)
- Stochastic is overbought
- Technically bearish on the last report, the MA on the RSI implied that momentum was supported, whilst the new low meant that we were in divergence with the RSI. Not a buy signal, it warned that we could see a momentum slowdown, which needed to be monitored. The divergence suggested caution on moves lower at those levels.
- The index sold USD 11 lower before turning to the buyside. We remain below all key moving averages with the RSI below 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 7,854 will mean it is aligned to the sell side. Upside moves that fail at or below USD 10,859 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 implying momentum is supported. We are seeing a slowdown in price, as the index is USD 1.00 lower today (07/01); however, the upside move has come on the back of a positive divergence with the RSI, whilst below USD 7,280 will create further divergences. For this reason, we maintain a note of caution on downside moves at this point, as they could struggle to hold.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax Feb 25 (1 Month forward)



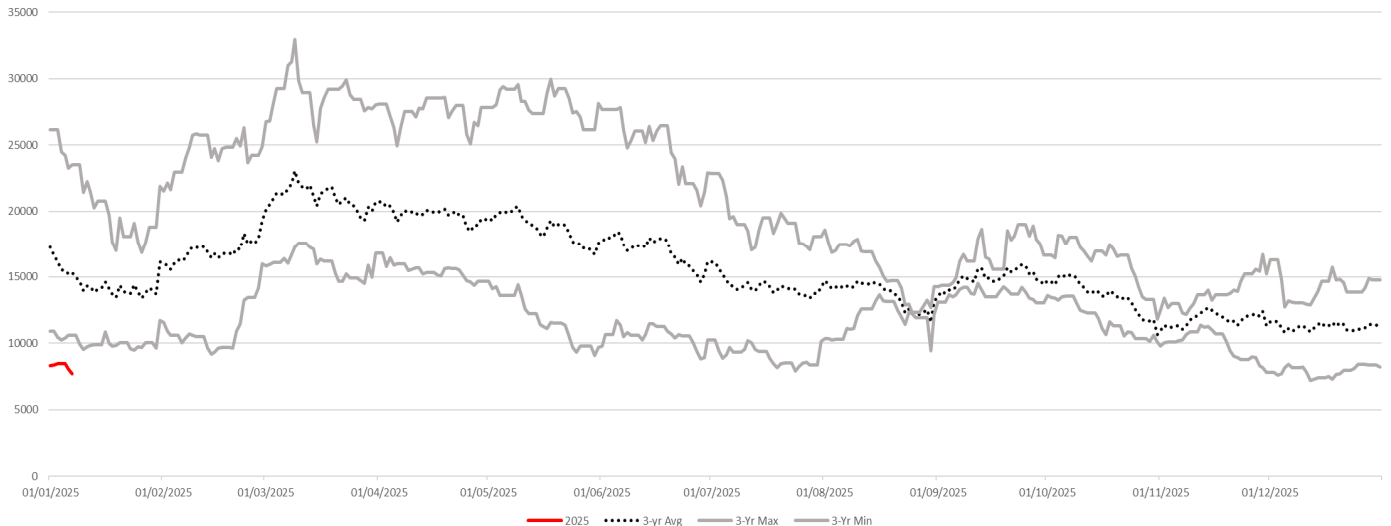
	Support	Resistance	Current Price	Bull	Bear
S1	7,050	R1	9,995		
S2	5,844	R2	10,837		RSI below 50
S3	4,962	R3	12,033		

Source Bloomberg

Synopsis - Intraday

- Price is below the 8– 21 period EMA's
- RSI is below 50 (37)
- Stochastic is overbought
- Technically bearish on the last report, the MA on the RSI was flat, implying momentum was neutral. The new low meant we were in divergence with the RSI; not a buy signal, it warned that we could see a momentum slowdown, meaning we are cautious on downside moves at those levels. However, higher timeframe Elliott wave analysis suggested that upside moves should in theory be countertrend.
- The futures traded to a high of USD 8,600; however, the move has failed to hold. Price is below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 12,033 will leave the futures vulnerable to further tests to the downside, above this level the probability of the futures trading to a new low will start to decrease.
- Technically bearish, the failure to break the USD 8,700 fractal resistance has resulted in the futures selling lower in the last three session, warning the USD 7,075 low could be tested and broken. However, we have a note of caution on downside breakouts below this level as the futures will be in divergence with the RSI. Not a buy signal, it is a warning that we could see a momentum slowdown. As previously noted, we maintain our view that upside moves look like they could potentially be countertrend.

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



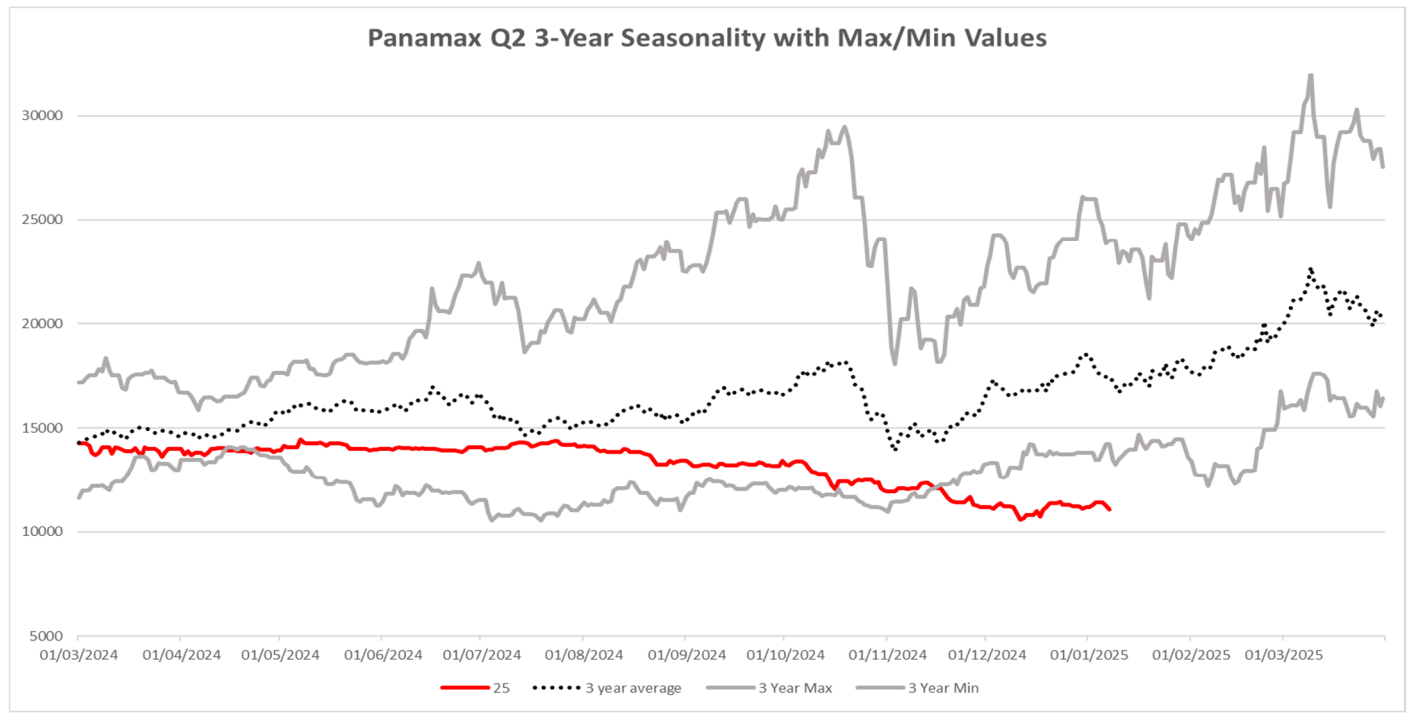
Panamax Q2 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,875		RSI below 50
S2	R2			
S3	R3,			

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (40) Source Bloomberg
- Stochastic is overbought
- Having moved higher on a minor positive divergence with the RSI, the Q2 futures have rejected the USD 11,655 Fibonacci resistance, resulting in a move lower. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 12,496 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the rejection of the Fibonacci resistance zone is warning that the USD 10,500 fractal low could be tested and broken. If it is, then our Elliott wave analysis suggests that we have the potential to trade as low as USD 9,730 within this phase of the cycle. However, a new low will create a positive divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored.



Panamax Cal 26



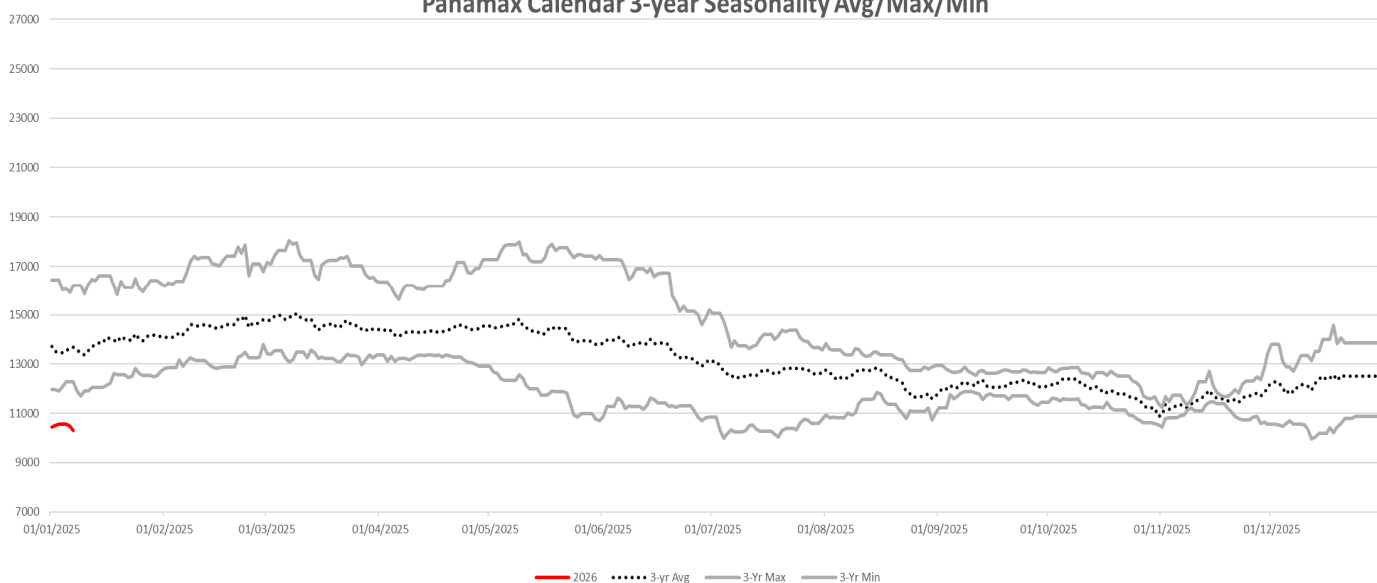
Support	Resistance	Current Price	Bull	Bear
S1	R1	10,237.5		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (39)
- Stochastic is overbought
- Having moved higher on a minor positive divergence with the RSI, the Cal 26 futures have rejected the USD 10,528 Fibonacci resistance, resulting in a move lower. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 11,021 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the rejection of the Fibonacci resistance zone is warning that the USD 9,850 fractal low could be tested and broken. If it is, then our Elliott wave analysis suggests that we have the potential to trade as low as USD 8,736 within this phase of the cycle. However, a new low will create a positive divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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