



Panamax Technical Report

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Index

The index failed to produce a close above the MBP level resulting in price continuing to sell lower. We are seeing a slowdown in price whilst the RSI is on support meaning we have a minor positive divergence still in play. As highlighted last week, to signal that momentum is turning back to the buyside, we will need to see a close above the MBP level (USD 5,840) and preferably the weekly pivot level (USD 7,255); until we do, price action will be considered as weak. Bearish, price action is slowing with the index now testing channel support, suggesting caution on moves lower at these levels.

Feb 25

Bearish last week, we had a note of caution on moves lower whilst the divergence was in play. Having traded to a low of USD 6,175 we have found light bid support. The close on the 27/01 above USD 6,387 suggests that near-term momentum has now started to slow. We have two levels of resistance highlighted on the chart in the form of the short and longer-term linear regression lines (USD 6,810 – USD 7,173), these lines represent a near-term resistance zone. A close above that holds above USD 7,173 will warn that the USD 7,784 Fibonacci resistance could be tested and broken. If it is, then the probability of the futures trading to a new low will start to decrease. If we reject the resistance zone, the USD 6,175 support could come under pressure; however, due to the divergence in play, we maintain a cautious view on downside moves, as they could struggle to hold.

Q2 25

The futures traded to a low of USD 9,900 last week before seeing a small move higher on the positive divergence with the RSI. We remain bearish with price now testing the linear regression line (USD 10,359), this in theory has the potential to act as a resistance; a close above that holds above this level will warn that the USD 11,022 level could be tested and broken. If it is, then the probability of the futures trading to a new low will start to decrease. If we reject the regression line, it will warn that the USD 9,900 support could come under pressure. However, due to the divergence in play, we maintain a note of caution on downside moves at these levels, as they could struggle to hold.

Cal 26

The futures traded below the USD 9,850 fractal low last week; however, the move failed to hold due to the divergence in play, resulting in a small move higher. We remain bearish, we have a linear regression line at USD 10,267 whilst we have Fibonacci resistance at USD 10,311. If we trade above USD 10,311 then the probability of the futures trading to a new low will start to decrease. Likewise, if we reject the resistance zone, the USD 9,800 support could come under pressure. However, due to the divergence in play, we maintain a note of caution on downside moves at these levels, as they could struggle to hold.

Panamax Index



	Support	Resistance	Current Price	Bull	Bear
S1	4,860	R1	6,474	Stochastic oversold	RSI below 50
S2	3,949	R2	7,255		
S3	2,789	R3	8,212		

Synopsis - Intraday

Source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (19)
- Stochastic is oversold
- We remained in bearish trending environment last week whilst price was in divergence with the RSI, not a buy signal it warned that sell side momentum could slow. However, to signal that momentum was turning back to the buyside, we would need to see a close above the MBP level (USD 6,691) and preferably the weekly pivot level (USD 6,814); until we did, price action will be considered as weak.
- The index continues to sell lower having failed to produce a close above the levels highlighted last week. We remain below all key moving averages supported by the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 5,840 will mean it is aligned to the buyside. Upside moves that fail at or below USD 7,255 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical this week, we remain bearish with the RSI testing its support, meaning the divergence is now marginal. As highlighted last week, to signal that momentum is turning back to the buyside, we will need to see a close above the MBP level (USD 5,840) and preferably the weekly pivot level (USD 7,255); until we do, price action will be considered as weak. Bearish price action is slowing with the index now testing channel support, suggesting caution on moves lower at these levels.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax Feb 25 (1 Month forward)



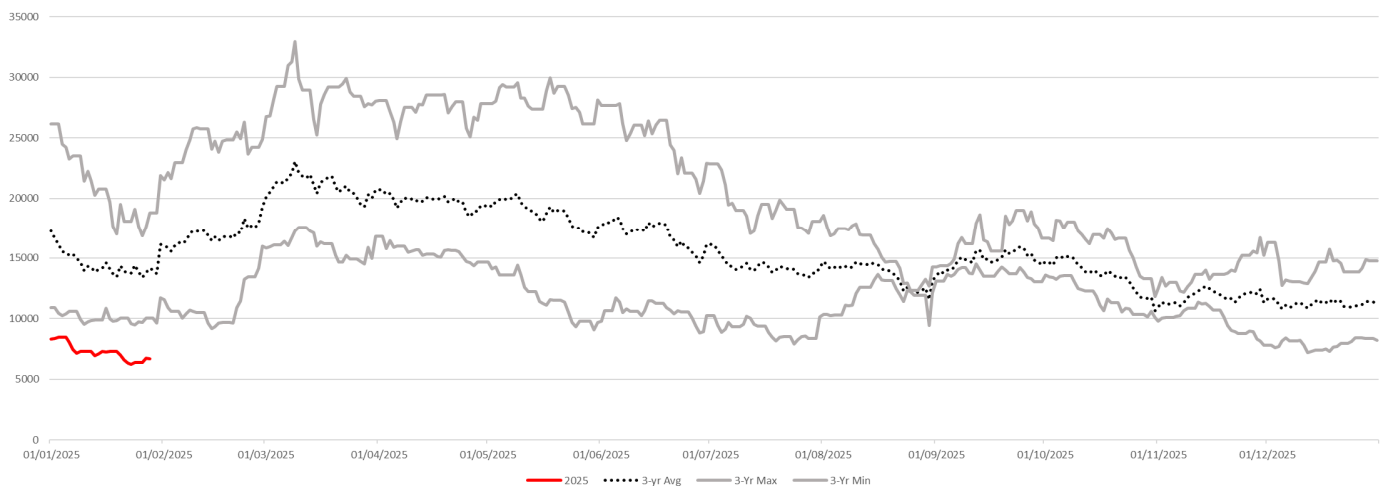
	Support	Resistance	Current Price	Bull	Bear
S1	5,844	R1	7,116	Stochastic oversold	RSI below 50
S2	4,962	R2	7,784		
S3	4,080	R3	8,600		

Source Bloomberg

Synopsis - Intraday

- Price is below the 8– 21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI continued to imply that momentum remained weak; countering this, the futures were still in divergence with the RSI, warning we could see a momentum slowdown. From a technical perspective, we continued to have a note of caution on moves lower whilst the divergence was in play. However, the futures would need to close above USD 6,775 to signal that sell side momentum (based on price) was starting to slow.
- The futures traded to a low of USD 6,175 before finding light bid support. The close on the 27/01 above USD 6,387 suggests that near-term momentum has started to slow. We remain below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 7,784 will leave the futures vulnerable to further tests to the downside, above this level, the technical will have a neutral bias.
- Technically bearish, the futures are now finding bid support on the back of the positive divergence with the RSI. We have two levels of resistance highlighted on the chart in the form of the short and longer-term linear regression lines (USD 6,810 – USD 7,173), these lines represent a near-term resistance zone. A close above that holds above USD 7,173 will warn that the USD 7,784 Fibonacci resistance could be tested and broken. If it is, then the probability of the futures trading to a new low will start to decrease. If we reject the resistance zone, the USD 6,175 support could come under pressure; however, due to the divergence in play, we maintain a cautious view on downside moves, as they could struggle to hold.

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



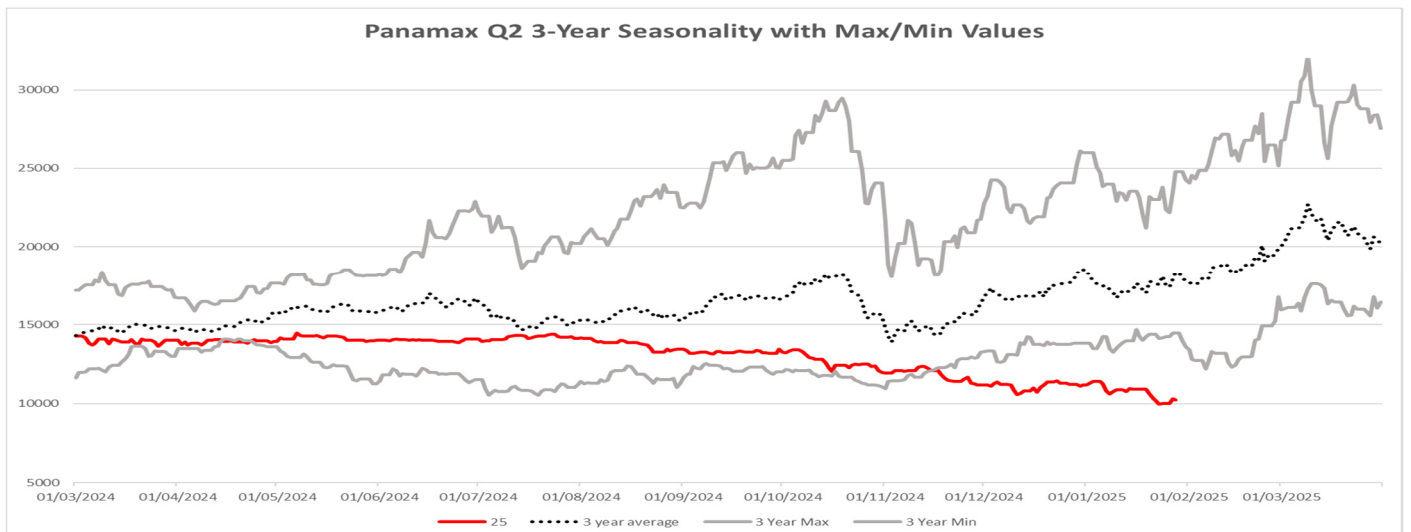
Panamax Q2 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,300	Stochastic oversold	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 oversold
- Technically bearish last week, the MA on the RSI implied that momentum is weak; countering this, the futures were in divergence with the RSI, warning sell side momentum could slow, this needed to be monitored. Our Elliott wave analysis continued to suggest that we have the potential to trade as low as USD 9,297 within this phase of the cycle. Bearish, but with a note of caution due to the divergence in play.
- The futures traded to a low of USD 9,900 before finding light bid support on the back of the divergence. We remain below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 11,022 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are moving higher on the positive divergence with the RSI. Price is testing the linear regression line (USD 10,359), this in theory has the potential to act as a resistance; a close above that holds above this level will warn that the USD 11,022 level could be tested and broken. If it is, then the probability of the futures trading to a new low will start to decrease. If we reject the regression line, it will warn that the USD 9,900 support could come under pressure. However, due to the divergence in play, we maintain a note of caution on downside moves at these levels, as they could struggle to hold.



Panamax Cal 26



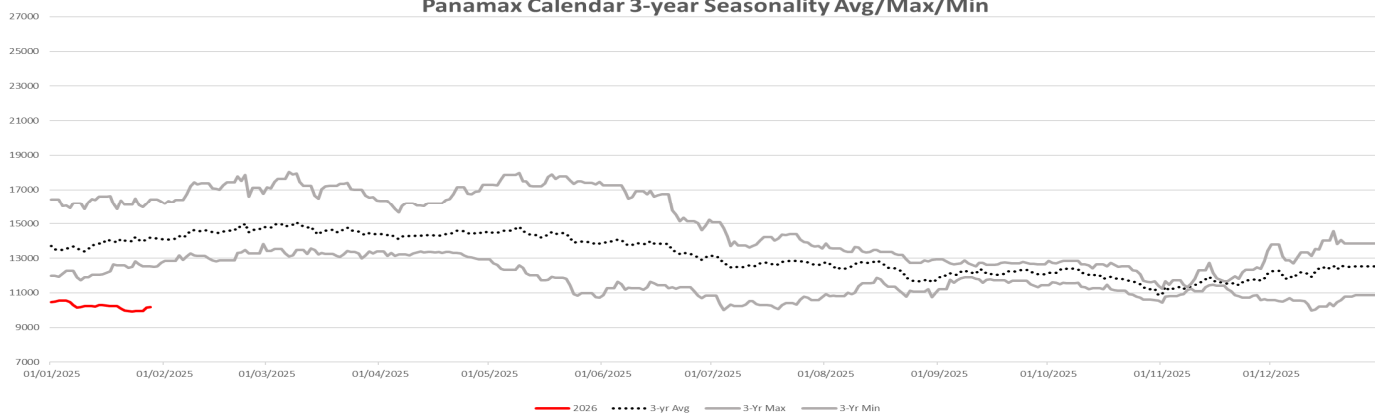
	Support	Resistance	Current Price	Bull	Bear
S1	9,800	R1	10,267		
S2	9,438	R2	10,311		RSI below 50
S3	9,087	R3	10,575		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- Technically bearish last week, we noted that we were approaching the USD 9,850 fractal low, if broken, our Elliott wave analysis suggested that we could trade as low as USD 8,736 within this phase of the cycle. However, a new low would create a positive divergence with the RSI; not a buy signal, it warned that we could see a momentum slowdown which needed to be monitored.
- The futures traded to a low of USD 9,800; however, the move failed to hold due to the divergence, resulting in a move higher. We are above the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 10,311 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, having made a new low the futures are now moving higher on the positive divergence with the RSI. The linear regression line is at USD 10,267 whilst we have Fibonacci resistance at USD 10,311. If we trade above USD 10,311 then the probability of the futures trading to a new low will start to decrease. Likewise, if we reject the resistance zone, the USD 9,800 support could come under pressure. However, due to the divergence in play, we maintain a note of caution on downside moves at these levels, as they could struggle to hold.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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