



Panamax Technical Report

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Index

Bullish with a neutral bias last week, we were cautious on corrective moves lower as the technical indicated that we could move higher. The move above the USD 10,323 resistance mean we are back in bullish territory, warning the USD 11,192 resistance is starting to look vulnerable. Key support to follow is at USD 9,223, which is below the 200-period MA (USD 9,481), corrective moves that hold above this support zone will further support a buyers argument.

July 25

Neutral on the technical last week, an intraday divergence meant the futures were not considered a technical sell. Having continued to move higher on the divergence the futures have traded above the USD 9,906 resistance, meaning the probability of price trading to a new low has started to decrease. Intraday price is trading above trend resistance (USD 10,025); however, it is important to note that the current candle is still open. If we close and hold above the trend resistance, then market buyers will look to test the USD 10,425 fractal high, and the daily 200-period MA (10,449). With price trading above the USD 9,906 level on the back of the divergence, we are now cautious on downside moves.

Q3 25

Bearish last week, the futures were not considered a technical sell, resulting in a small move higher; due to the divergence, the Q3 contract is still not considered a technical sell at these levels. In theory, intraday Elliott wave analysis is suggesting that upside moves should be considered as countertrend; however, the July contract has traded above key resistance, indicating there is an underlying support in the market on the fronts, warning the USD 10,729 resistance could come under pressure. This is the key resistance on the technical, a move above this level will mean that the probability of price trading to a new low will start to decrease, meaning there will be a greater chance of the bearish wave cycle failing.

Cal 26

Unchanged this week, we remain technically bearish; however, due to the divergence in play, the futures are not considered a technical sell at these levels.

Panamax Index



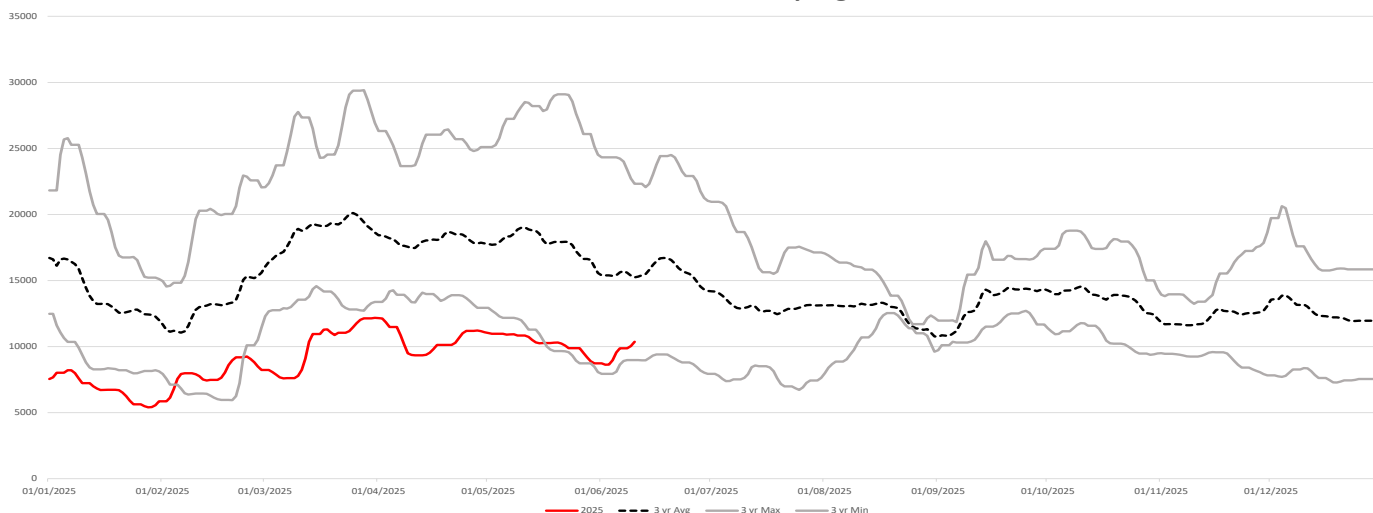
	Support	Resistance	Current Price	Bull	Bear
S1	9,223	R1	11,192	RSI above 50	Stochastic overbought
S2	8,575	R2	12,175		
S3	7,595	R3	12,443		

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- Bullish with a neutral bias on the last report, the probability of the index trading to a new high had started to decrease. However, price had turned, we noted that if we closed above the USD 8,907 level, and the weekly pivot point (USD 9,001) it would warn that the 200-period MA could come under pressure. The index was just above the 78.6% retracement at USD 8,575, whilst we have the 100% Fibonacci projection of the two downside waves at USD 8,381, meaning the index was slowing just above a support zone. This suggested caution on downside moves in the near-term, as the technical is indicating we could be vulnerable to a move higher.
- The index held support, resulting in price moving above the 200-period MA (USD 9,481) and the USD 10,323 resistance, meaning the probability of the price trading to a new low has started to decrease. We are above the 34-55-period EMA's supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buy side, a close below USD 9,616 will mean it is aligned to the sell side. Downside moves that hold at or above USD 9,223 will support a bull argument, if broken, the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that we have light momentum support. The move above USD 10,323 is implying that support levels could hold if tested, warning the USD 11,192 resistance is starting to look vulnerable. Key support to follow is at USD 9,223, which is below the 200-period MA (USD 9,481), corrective moves that hold above this support zone will further support a buyers argument.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax July 25 (1 Month forward)



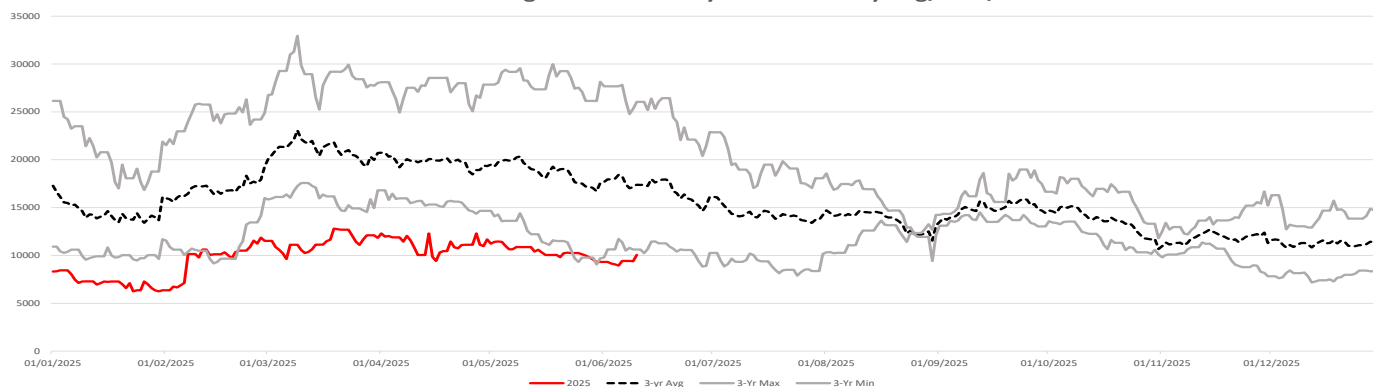
Support	Resistance	Current Price	Bull	Bear
S1	R1	10,125		Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8– 21 period EMA's
- RSI is at 50 (50)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI was starting to flatten, whilst the RSI was above the MA, warning buyside pressure was increasing. The futures had moved higher on an intraday divergence with the RSI; however, as noted in the morning technical, we had seen an intraday Elliott wave extension to the downside, warning upside moves still have the potential to be countertrend. If we did trade above the USD 9,906 resistance, then the probability of the futures trading to a new low would start to decrease, increasing the probability of the wave cycle terminating early. For downside continuation, we need to reject the USD 9,906 resistance; if we didn't, we could see market shorts looking for cover. We were bearish, but with price nearing the last stages of the Elliott wave corrective phase, from a technical perspective, the futures were not considered a sell at these levels. Countering this, we were not seeing enough bullish price action to advocate buy signals at that point, meaning we currently had a neutral view.
- The futures continued to move higher on the intraday divergence, resulting in the USD 9,906 resistance being tested and broken. We are above the 8-21 period EMA's supported by the RSI above 50.
- Downside moves that hold at to above USD 9,316 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bearish with a neutral bias, the probability of the futures trading to a new low has started to decrease. Intraday price is trading above trend resistance (USD 10,025); however, it is important to note that the current candle is still open. If we close and hold above the trend resistance, then market buyers will look to test the USD 10,425 fractal high, and the daily 200-period MA (10,449). With price trading above the USD 9,906 level on the back of the divergence, we are now cautious on downside moves.

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



Panamax Q3 25



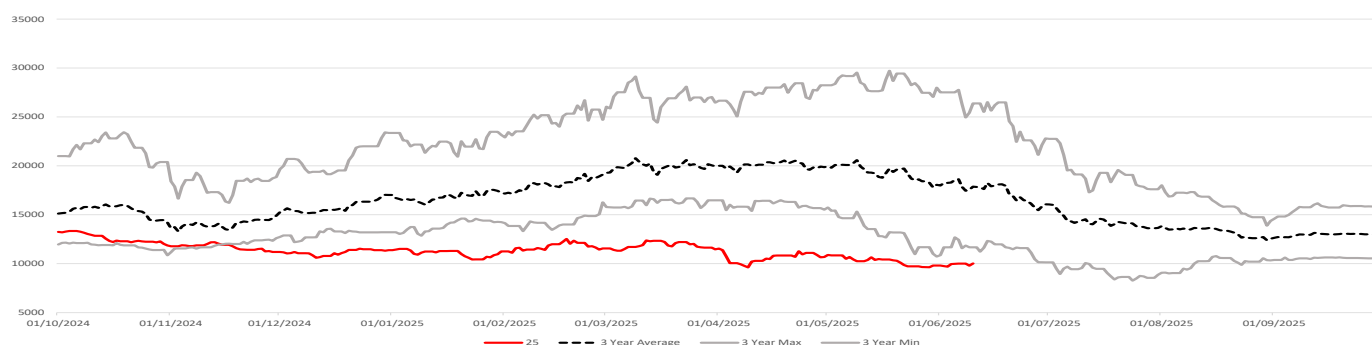
Support	Resistance	Current Price	Bull	Bear
S1	9,425	R1	10,222	RSI below 50
S2	8,669	R2	10,437	
S3	8,202	R3,	10,729	

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is above 50
- Technically bearish last week, the MA on the RSI was flat, implying momentum was neutral. Like the July contract, intraday Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 10,614 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease. However, we noted that downside moves below USD 9,425 would create a positive divergence with the RSI, meaning we were cautious on downside breakouts below this level. A close above the bearish trend line (USD 9,993) would indicate that buy-side pressure was increasing, warning the Fibonacci resistance zone could come under pressure. If the intraday wave cycle played out, then the upside moves should struggle to fold, resulting in price trading below our nearest fractal at USD 9,525. At those levels, with the divergence below USD 9,425, the futures were not considered a technical sell.
- The futures traded above the trend resistance, resulting in a small move higher. Price is between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below 10,729 (revised higher) will leave the futures 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 flat, implying momentum is neutral; we should note that it has acted as a support to the RSI. As noted last week, below USD 9,425 the futures will be in divergence with the RSI, meaning they are not considered a technical sell at these levels. In theory, intraday Elliott wave analysis is suggesting that upside moves should be considered as countertrend; however, the July contract has traded above key resistance, indicating there is an underlying support in the market on the fronts, warning the USD 10,729 resistance could come under pressure. This is the key resistance on the technical, a move above this level will mean that the probability of price trading to a new low will start to decrease, meaning there will be a greater chance of the bearish wave cycle failing.

Panamax Q3 3-Year Seasonality with Max/Min Values



Panamax Cal 26



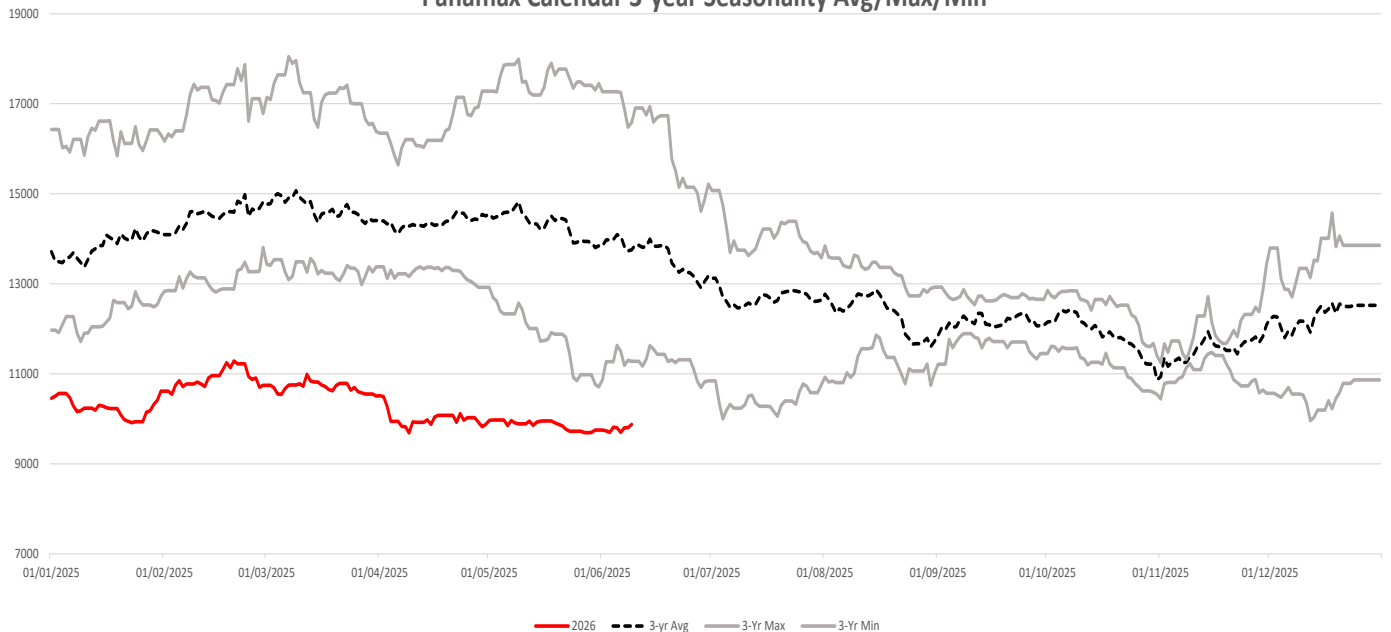
Support		Resistance		Current Price	Bull	Bear
S1	9,529	R1	9,965	9,875	Stochastic overbought	RSI below 50
S2	9,326	R2	10,175			
S3	9,122	R3	10,295			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is overbought
- Technically bearish last week, due to the divergence in play, the futures were not considered a technical sell at these levels.
- The futures are trading USD 50 lower. We are above the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 9,965 (revised lower) will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged this week, we remain technically bearish; however, due to the divergence in play, the futures are not considered a technical sell at these levels.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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