



Panamax Technical Report

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Index

The upside move above USD 10,323 last week warned the USD 11,192 resistance was starting to look vulnerable. Having traded to a new high, supported by the RSI, suggesting downside moves had the potential to be counter-trend. If, however, we trade below the USD 9,562 support, then the probability of price trading to a new high will start to decrease. The index has turned lower today, warning buy-side pressure is slowing; if we close below the weekly pivot level (USD 10,863) it will indicate that sell-side pressure is increasing, warning the Fibonacci support and 200-period MA (USD 9,467) could come under pressure.

July 25

Bearish with a neutral bias last week, we noted that if the futures closed above trend resistance market buyers would look to test the USD 10,425 level. The futures traded to a high of USD 10,750 before entering a corrective phase, the technical is now bullish due to the move above USD 10,425. The MA on the RSI is implying that momentum is supported but price failed to hold above the 200-period MA (USD 10,384), warning trend support at USD 9,718 could be tested and broken. A close that holds below the trend line will leave the USD 9,529 support vulnerable, if this level is broken, then the probability of the futures trading to a new high will start to decrease. USD 9,718 is the key level on the technical, market bulls will need to keep price above the trend line to avoid weakening the technical further.

Q3 25

Bearish but not considered a technical sell last week, the futures traded to a high of USD 10,450 before entering a corrective phase. The MA on the RSI implies that momentum is supported; however, the futures have rejected the 60-period EMA (USD 10,472). A close below the last dominant bull candle (USD 9,625) would suggest that the USD 9,425 fractal low could be tested and broken. The momentum support is warning we are vulnerable to a move higher in the near-term; however, for upside continuation, the futures will need to close and hold above the 60-period EMA. This technical could see another test to the upside, providing the RSI can hold above its average.

Cal 26

Like the Q3 last week, the Cal 25 was bearish but not considered a technical sell. Having traded to a high of USD 9,925 we have seen a small move lower, meaning price is in the process of rejecting the USD 9,965 resistance, warning the USD 9,550 fractal low could come under pressure. However, we remain cautious on downside breakouts below this level, as it will create a positive divergence with the RSI.

Panamax Index



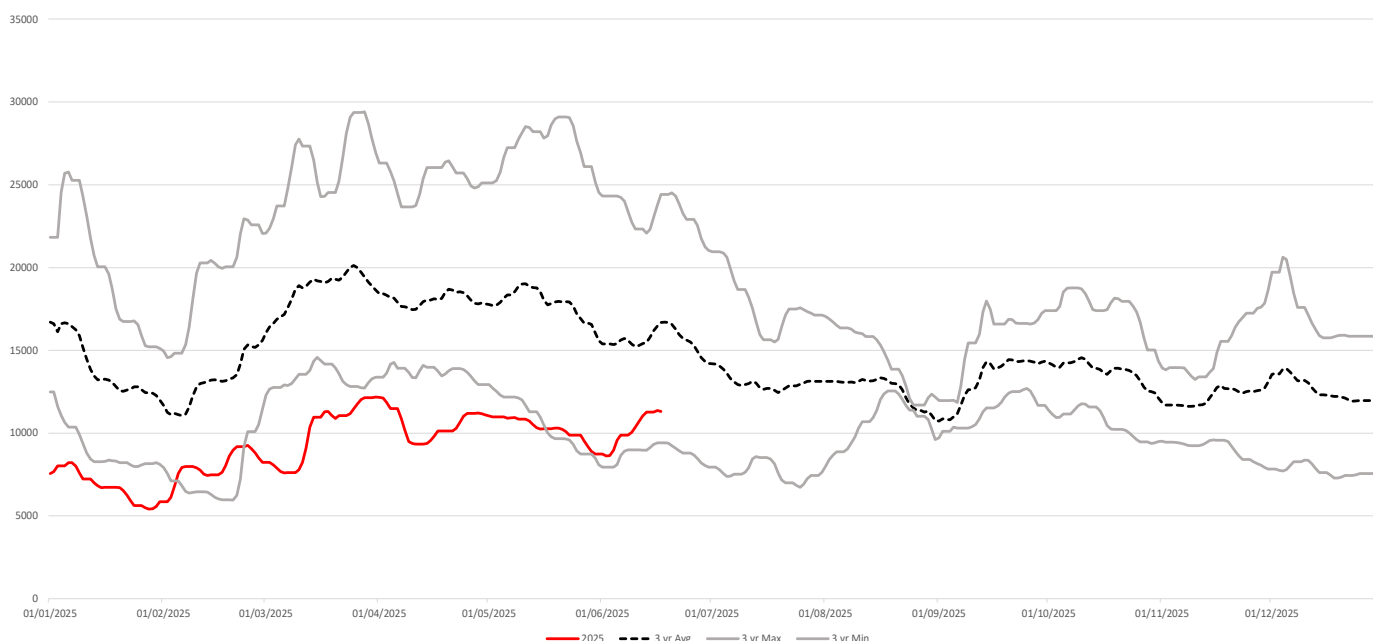
Support		Resistance		Current Price	Bull	Bear
S1	9,562	R1	12,018	11,316	RSI above 50	Stochastic overbought
S2	8,575	R2	12,817			
S3	7,595	R3	13,956			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Technically bullish last week, the MA on the RSI implied that we had light momentum support. The move above USD 10,323 implied that support levels could hold if tested, warning the USD 11,192 resistance was starting to look vulnerable. Key support to follow was at USD 9,223, which was below the 200-period MA (USD 9,481), corrective moves that held above this support zone would further support a buyers argument.
- The index continued to trade higher with price above the USD 11,219 fractal resistance. We are above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buy side, a close below USD 11,048 will mean it is aligned to the sell side. Downside moves that hold at or above USD 9,562 will support a bull argument, if broken, the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported, whilst price and the RSI are making new highs. This suggests that downside moves have the potential to be countertrend. If, however, we trade below the USD 9,562 support, then the probability of price trading to a new high will start to decrease. The index has turned lower today, warning buy side pressure is slowing; if we close below the weekly pivot level (USD 10,863) it will indicate that sell side pressure is increasing, warning the Fibonacci support and 200-period MA (USD 9,467) could come under pressure.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax July 25 (1 Month forward)



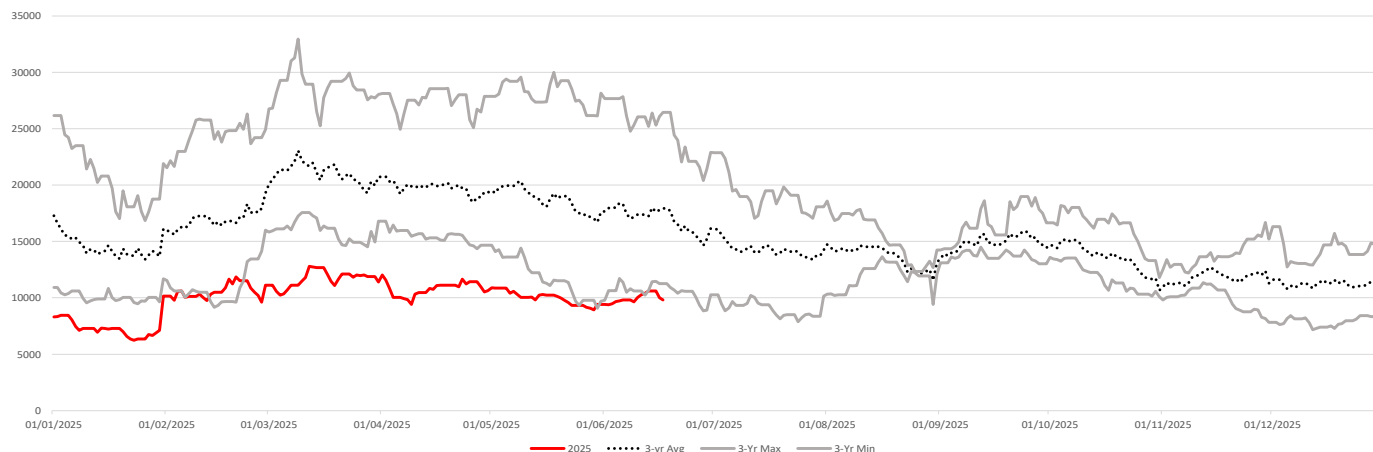
	Support		Resistance	Current Price	Bull	Bear
S1	9,718	R1	10,384	9,850		Stochastic overbought
S2	9,529	R2	10,814			
S3	8,900	R3	11,179			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8– 21 period EMA's
- RSI is below 50 (47)
- Stochastic is overbought
- Technically bearish with a neutral bias last week, the probability of the futures trading to a new low had started to decrease. Intraday price was trading above trend resistance (USD 10,025); however, we noted that the current candle was still open. If we closed 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.
- The futures traded to a high of USD 10,750, meaning the technical is now bullish; however, the upside move has failed to hold, resulting in the futures entering a corrective phase. Price is below the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at to above USD 9,529 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the MA on the RSI is implying that momentum is supported at this point. The upside move has failed to hold above the 200-period MA (USD 10,384), warning trend support at USD 9,718 could be tested and broken. A close that holds below the trend line will leave the USD 9,529 support vulnerable, if this level is broken, then the probability of the futures trading to a new high will start to decrease. USD 9,718 is the key level on the technical, market bulls will need to keep price above the trend line to avoid weakening the technical further.

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



Panamax Q3 25



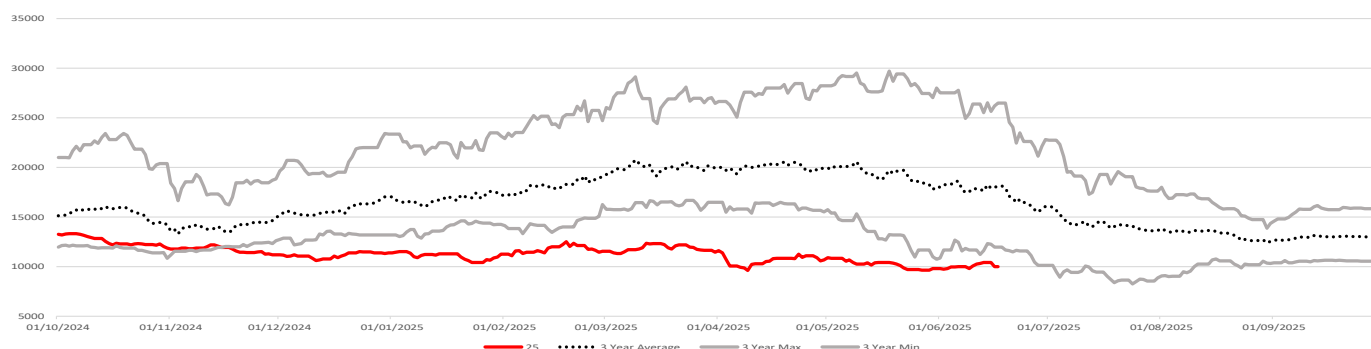
Support	Resistance	Current Price	Bull	Bear
S1	R1	9,950		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is overbought
- Technically bearish on the last report, the MA on the RSI was flat, implying momentum was neutral, although the MA had acted as a support to the RSI. As noted previously, below USD 9,425 the futures would be in divergence with the RSI, meaning they were not considered a technical sell at those levels. In theory, intraday Elliott wave analysis is suggesting that upside moves should be considered as countertrend; however, the July contract had traded above key resistance, indicating there was an underlying support in the market on the fronts, warning the USD 10,729 resistance could come under pressure. This was the key resistance on the technical, a move above this level would 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.
- The futures traded to a high of USD 10,450 before entering a corrective phase. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below 10,729 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 implies that momentum is supported; however, the futures have rejected the 60-period EMA (USD 10,472). A close below the last dominant bull candle (USD 9,625) would suggest that the USD 9,425 fractal low could be tested and broken. The momentum support is warning we are vulnerable to a move higher in the near-term; however, for upside continuation, the futures will need to close and hold above the 60-period EMA. This technical could see another test to the upside, providing the RSI can hold above its average.

Panamax Q3 3-Year Seasonality with Max/Min Values



Panamax Cal 26



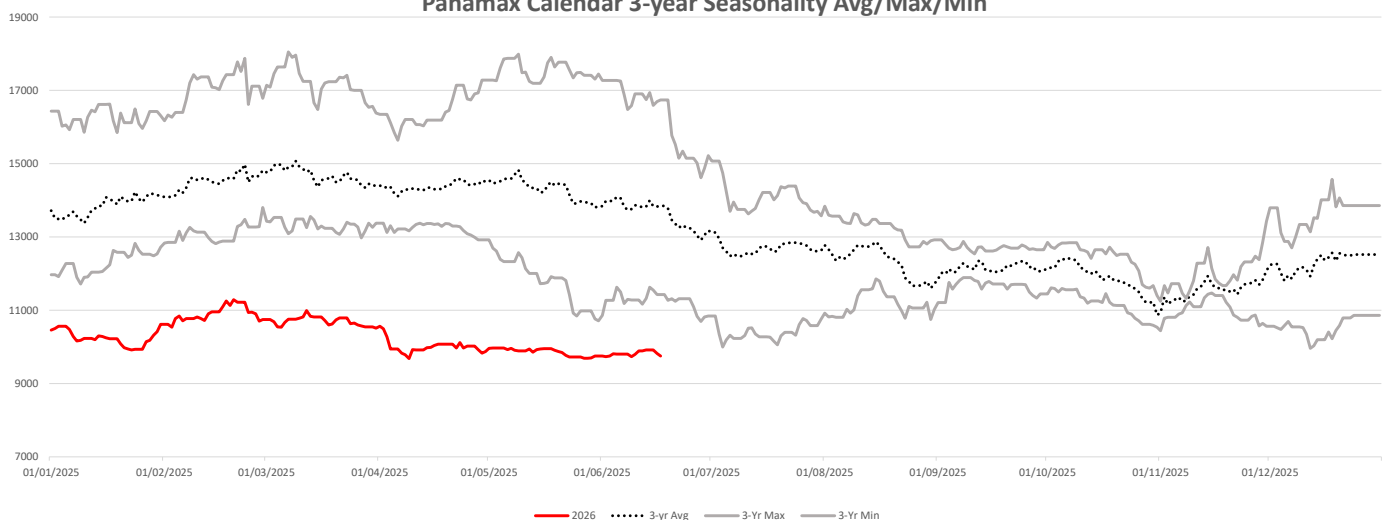
Support		Resistance		Current Price	Bull	Bear
S1	9,529	R1	9,965	9,750	Stochastic overbought	RSI below 50
S2	9,326	R2	10,175			
S3	9,122	R3	10,283			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (44)
- Stochastic is overbought
- Unchanged last week, we remained bearish; however, due to the divergence in play, the futures are not considered a technical sell at those levels.
- The futures trading to a high of USD 9,925 before seeing a small move lower. We are below all key moving averages supported by 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.
- The futures have rejected the USD 9,965 resistance with price creating an intraday double top at USD 9,925, warning the USD 9,550 fractal low could come under pressure. However, we remain cautious on downside breakouts below this level, as it will create a positive divergence with the RSI

Panamax Calendar 3-year Seasonality Avg/Max/Min



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