



Panamax Technical Report

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Index

Technical outlook: buy-side pressure is increasing.

The index has closed above the triple top resistance, signaling we could be looking at a bullish inverse head and shoulders pattern. If this is the case, then we have a potential near-term upside target at USD 22,357. There is still a divergence in play that dates back to the March high; however, the RSI has broken near-term resistance, indicating buy-side pressure is on the increase. Market bulls should be cautious on a close and hold below the USD 18,056, as it would warn that the pattern could be failing.

June 26

Technical outlook: Downside moves considered as countertrend.

The upside move above USD 20,275 means that the probability of the futures trading to a new low has started to decrease; this suggests that downside moves have a greater chance of being countertrend. Supporting this, the RSI is making new highs alongside price, indicating we have bullish momentum confirmation, meaning resistance levels are vulnerable.

Q3 26

Technical outlook: Still divergent

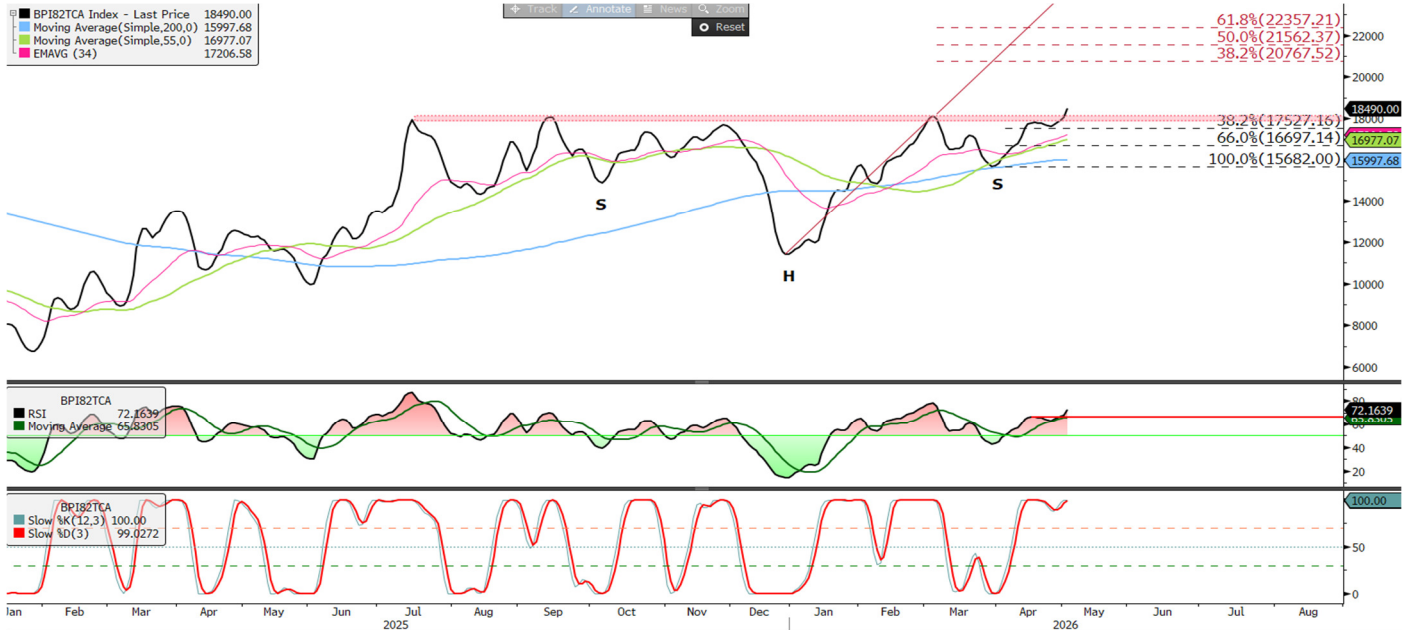
The bullish breakout has resulted in RSI breaking near-term resistance, warning the futures could test the USD 20,504 Fibonacci projection level in the near-term. However, there remains a divergence in play that dates back to the March high. This is not a sell signal but will need to be monitored. Based on the strength of the breakout and the near-term bullish momentum confirmation, there is an increasing probability that the longer-term divergence could fail.

Cal 27

Technical outlook: Supported

The futures have held the 50-period SMA with price now seeing light bid support. This would suggest that the USD 15,000 fractal resistance could be tested and broken in the near-term. However, above USD 15,000 there is an increased probability of the stochastic being divergent; if it is, it will warn that buy-side momentum could slow down.

Panamax Index



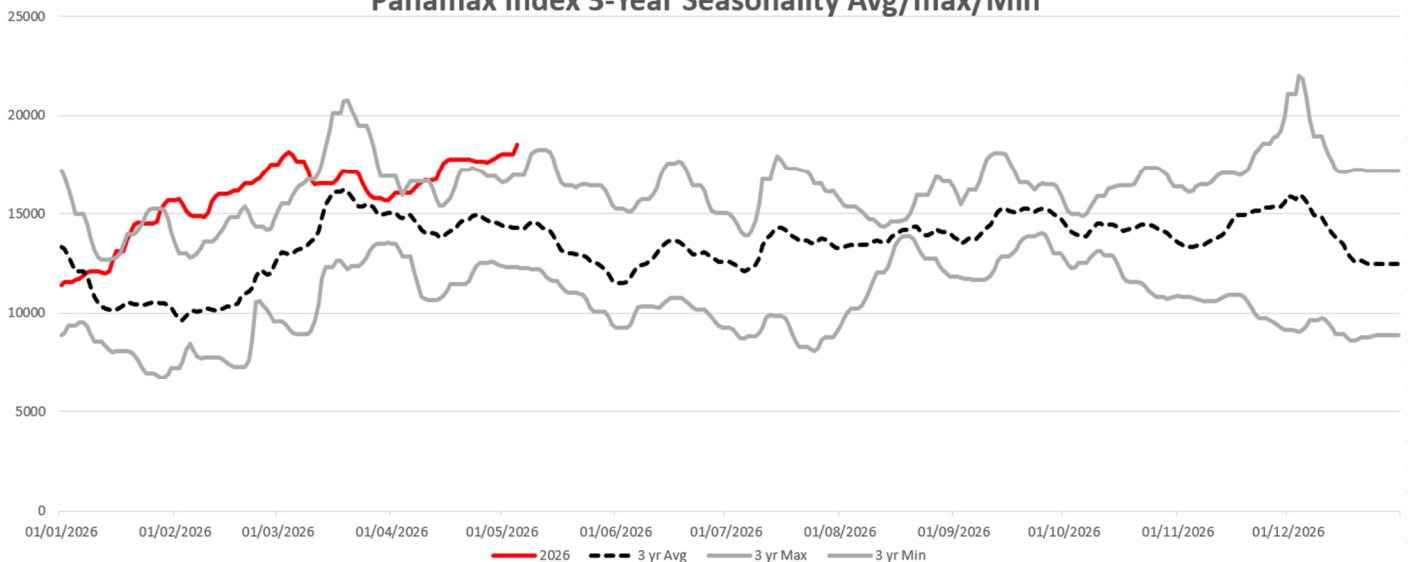
Support	Resistance	Current Price	Bull	Bear
S1	R1	18,490	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (72)
- Stochastic is overbought
- Technical outlook previously: Caution on upside breakouts.
- Unchanged on the technical last week. We maintained a cautious approach on upside breakouts above USD 18,127, as price would be in divergence with the RSI, warning buyside momentum could slow down. For upside continuation the index would need to close and hold above the USD 18,056 level with the RSI achieving new highs.
- The index has closed above the USD 18,056 level. We are above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 17,863 will mean it is aligned to the sell side. Downside moves that hold at or above 16,697 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: buyside pressure is increasing.
- The index has closed above the triple top resistance, signaling we could be looking at a bullish inverse head and shoulders pattern. If this is the case, then we have a potential near-term upside target at USD 22,357. There is still a divergence in play that dates back to the March high; however, the RSI has broken near-term resistance, indicating buyside pressure is on the increase. Market bulls should be cautious on a close and hold below the USD 18,056, as it would warn that the pattern could be failing.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax June 26 (1 Month forward)



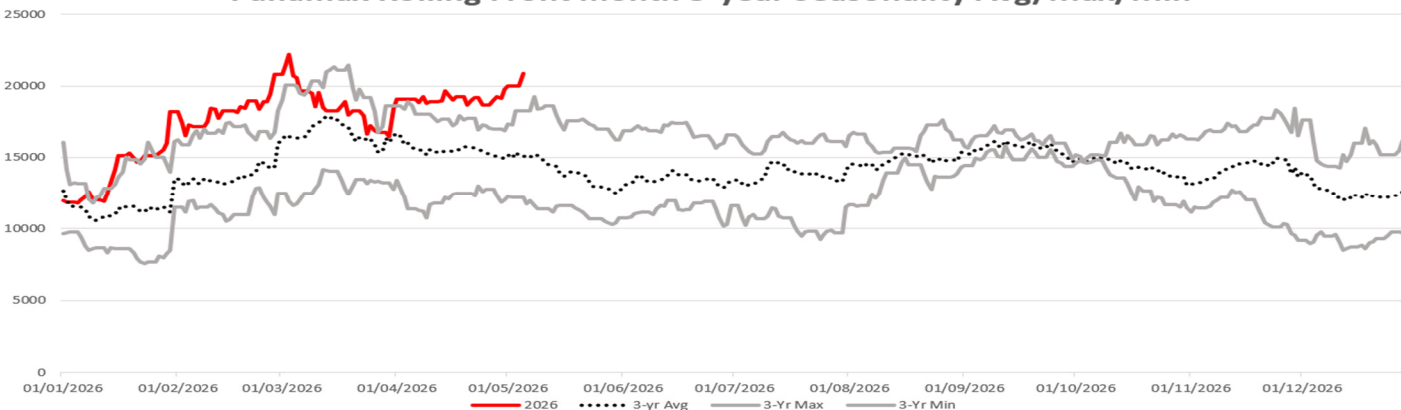
	Support	Resistance	Current Price	Bull	Bear
S1	19,197	R1	21,053	RSI above 50	Stochastic overbought
S2	18,625	R2	21,565		
S3	17,849	R3	22,375		

Source Bloomberg

Synopsis - Intraday

- Price is above the 8– 21 period EMA's
- RSI is above 50 (62)
- Stochastic overbought
- Technical outlook previously: Potential bearish Head and Shoulders pattern forming.
- We noted last week that while below USD 19,400 the head and shoulders pattern remained in play, above USD 19,400 will signal an increase in buy-side pressure. We noted in the morning technical that the RSI had already broken trend resistance, warning the USD 19,400 resistance was considered as vulnerable. The H&S pattern remained in play, but intraday momentum warned that it could fail. However, breakouts above USD 19,400 would still need to trade above the USD 20,275 resistance, as further rejections here would lean the technical to the sell side.
- The increasing momentum pressure last week resulted in the futures breaking the USD 19,400 and USD 20,275 resistance levels. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 17,849 will support a bull argument, below this level the technical we re-enter bearish territory.
- Technical outlook: Downside moves considered as countertrend.
- The upside move above USD 20,275 means that the probability of the futures trading to a new low has started to decrease; this suggests that downside moves have a greater chance of being countertrend. Supporting this, the RSI is making new highs alongside price, indicating we have bullish momentum confirmation, meaning resistance laves are vulnerable.

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



Panamax Q3 26



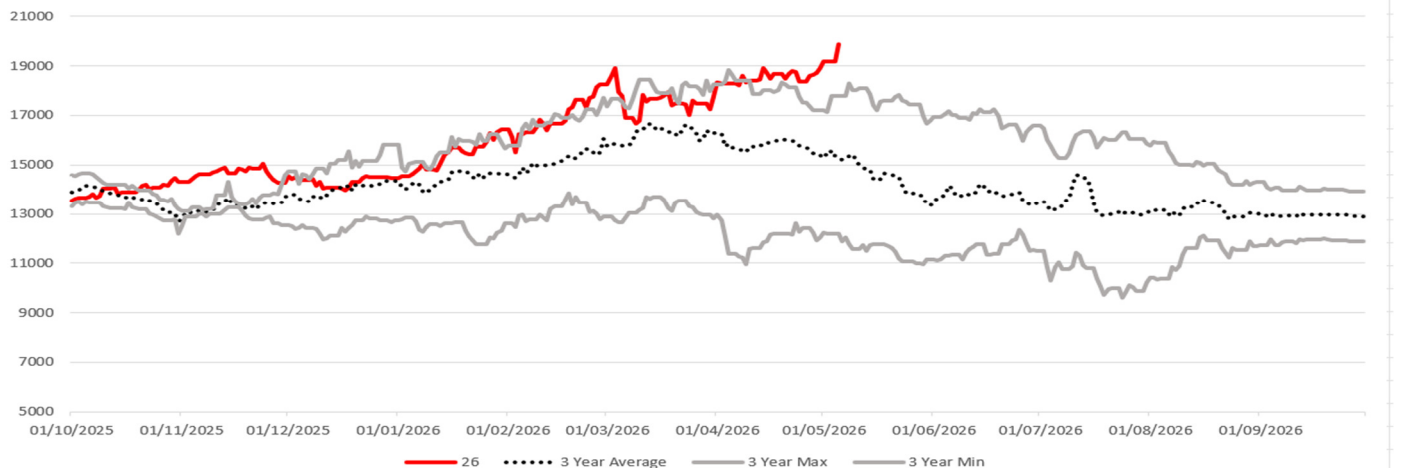
Support	Resistance	Current Price	Bull	Bear
S1	R1	19,875	RSI above 50	Stochastic overbought
S2	R2			
S3	R3,			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (71)
- Stochastic is overbought
- Technical outlook previously: Caution on upside breakouts above USD 19,100
- The positive reversal pattern had failed last week but price is holding above the 21-period EMA at that point. In theory, the USD 19,100 resistance remained vulnerable; however, as noted previously, upside moves to a new high would trigger a negative divergence with the RSI. For this reason we maintained a cautious approach on moves above USD 19,100.
- The futures have seen a convincing move above the USD 19,100 fractal high. We are above all key moving averages with the RSI above 50
- Downside moves that hold at or above USD 17,845 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Still divergent
- The bullish breakout has resulted in RSI breaking near-term resistance, warning the futures could test the USD 20,504 Fibonacci projection level in the near-term. However, there remains a divergence in play that dates back to the March high. This is not a sell signal but will need to be monitored. Based on the strength of the breakout and the near-term bullish momentum confirmation, there is an increasing probability that the longer-term divergence could fail.

Panamax Q3 3-Year Seasonality with Max/Min Values



Panamax Cal 27



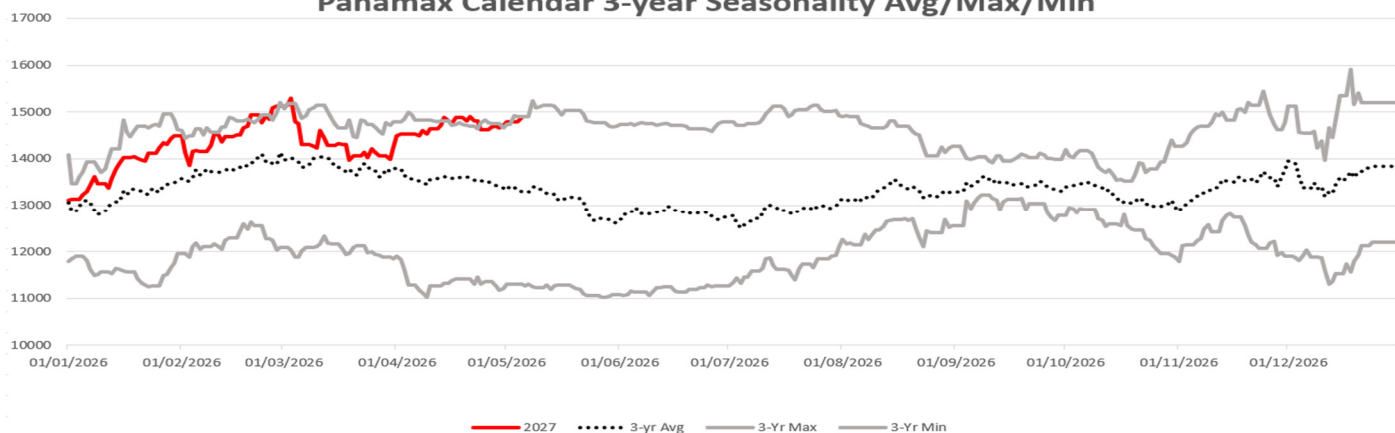
	Support	Resistance	Current Price	Bull	Bear
S1	14,241	R1	14,889	RSI above 50	
S2	13,848	R2	15,425		
S3	13,547	R3	15,727		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Technical outlook previously: Cautious on higher moves.
- Unchanged on the technical last week. The futures had moved lower on the intraday divergence, while the RSI was near-neutral at 51. If the RSI started to close and hold below the 50 level, it will imply that sell side pressure was starting to increase.
- The RSI has held above the 50 level resulting in price seeing light bid support. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 14,241 will support a near-term bull argument, below this level the technical will re-enter bearish territory.
- Technical outlook: Supported
- The futures have held the 50-period SMA with price now seeing light bid support. This would suggest that the USD 15,000 fractal resistance could be tested and broken in the near-term. However, above USD 15,000 there is an increased probability of the stochastic being divergent; if it is, it will warn that buy-side momentum could slow down.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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