



Panamax Technical Report

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Index

Technical outlook: Positive reversal pattern in play

The technical remains in a corrective phase with price holding above the 34 period EMA. We have trend support at USD 18,999, a close below this level will warn the USD 18,025 Fibonacci support could come under pressure. In theory, this is the key support, as a move below USD 18,025 would suggest that the probability of price trading to a new high has begun to decrease. However, as highlighted previously, while above the USD 17,617 level, the positive reversal pattern remains in play, suggesting resistance would still be vulnerable. Price is corrective, the broader trend remains bullish at this point, suggesting downside moves have a greater probability of being countertrend.

July 26

Technical outlook: Trend support broken

The depth of the pullback suggests that the probability of the futures trading to a new high within this phase of the cycle has started to decrease, while the downside move below trend support at USD 20,950 implies that sell side pressure is increasing, we also note that the RSI rejected the 60 level on the move higher, implying momentum weakness. We are seeing light bid support in the market today (16/06/26), although the technical warns of near-term weakness. Market buyers will need to see a close and hold above trend support, preferably followed by a close above the high of the last dominant bear candle at USD 21,500 to signal market bulls are taking control. Alternatively, market sellers should act with caution if RSI support emerges at or above the 40 level. As we are seeing bid support from a gap lower on the open, we should note that if we close today (16/05) above the mid-point of the bear candle from the (15/05) at USD 21,063, it will mean we have a piercing line pattern in play. If we get this close, market sellers should act with caution, as it indicates sentiment could be turning to the buy side.

Q3 27

Technical outlook: Neutral

Technically unchanged this week, the longer-term Elliott wave cycle continues to suggest that downside moves should be considered as countertrend. We are seeing some mixed signals, as the move lower on the 15/05 breached two support lines; however, bullish price action today (16/05) means price is back in the consolidation rectangle and back above the primary of the two trend lines highlighted. Although neutral, this is a bullish piercing line pattern forming that indicates underlying support in the market.

Cal 27

Technical outlook: Divergent above USD 15,750

Although there is a longer-term divergence in play, the move to a new high resulted in the RSI breaking near-term resistance, meaning resistance remains vulnerable. We have a bullish engulfing forming on trend support that also warns that we could move higher. Price will be divergent above USD 15,750; however, it is important to remember that this is a condition, not a sell signal. Any divergence will need confirmation from price.

Panamax Index

■ BPI82TCA Index - Last Price 20393.00
 ■ Moving Average (Simple,200.0) 16747.70
 ■ Moving Average (Simple,55.0) 19022.33
 ■ EMAVG (34) 20004.22



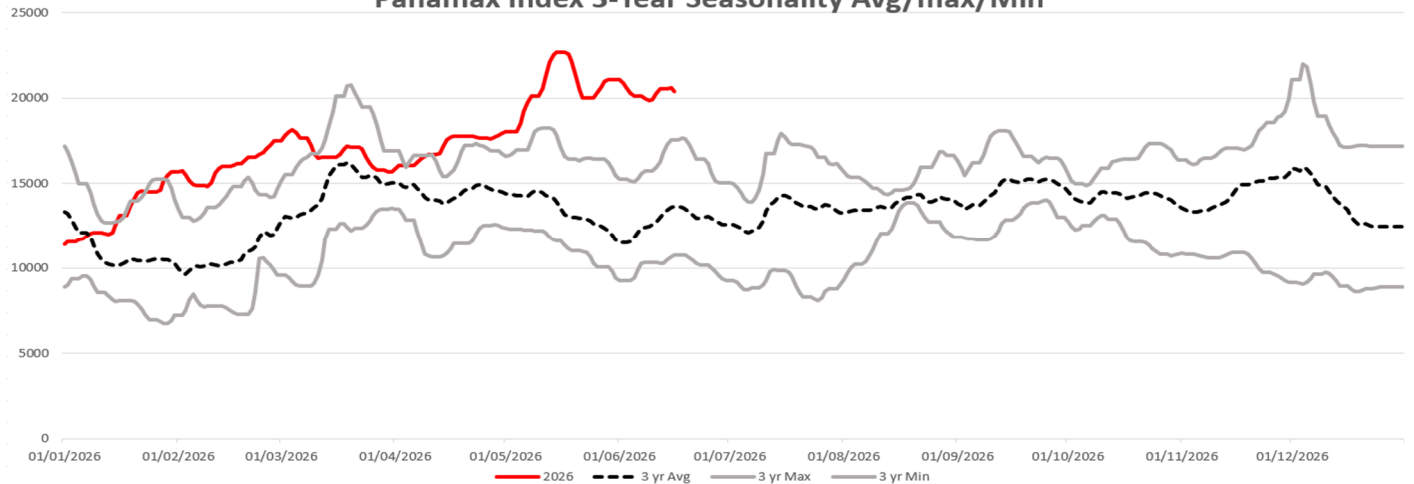
	Support	Resistance	Current Price	Bull	Bear
S1	19,434	R1	21,030	RSI above 50	
S2	18,999	R2	21,777		
S3	18,408	R3	22,691		

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (52)
- Stochastic is below 50
- Technical outlook previously: Positive reversal pattern in play
- Unchanged on the technical last week. We had rejected the USD 21,030 resistance with price approaching the USD 19,434 support. Corrections that held at or above 18,025 would support a longer-term bull argument; below this level the probability of price trading to a new high would begin to decrease. However, we marked USD 17,617 as a key level on the technical, as while above this level the positive reversal pattern remains in play. Near-term price action continued to weaken in what looked to be a broader bullish trend.
- Having seen light bis support the index is turning lower again. We remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 18,025 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Positive reversal pattern in play
- The technical remains in a corrective phase with price holding above the 34 period EMA. We have trend support at USD 18,999, a close below this level will warn the USD 18,025 Fibonacci support could come under pressure. In theory, this is the key support, as a move below USD 18,025 would suggest that the probability of price trading to a new high has begun to decrease. However, as highlighted previously, while above the USD 17,617 level, the positive reversal pattern remains in play, suggesting resistance would still be vulnerable. Price is corrective, the broader trend remains bullish at this point, suggesting downside moves have a greater probability of being countertrend.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax July 26 (1 Month forward)



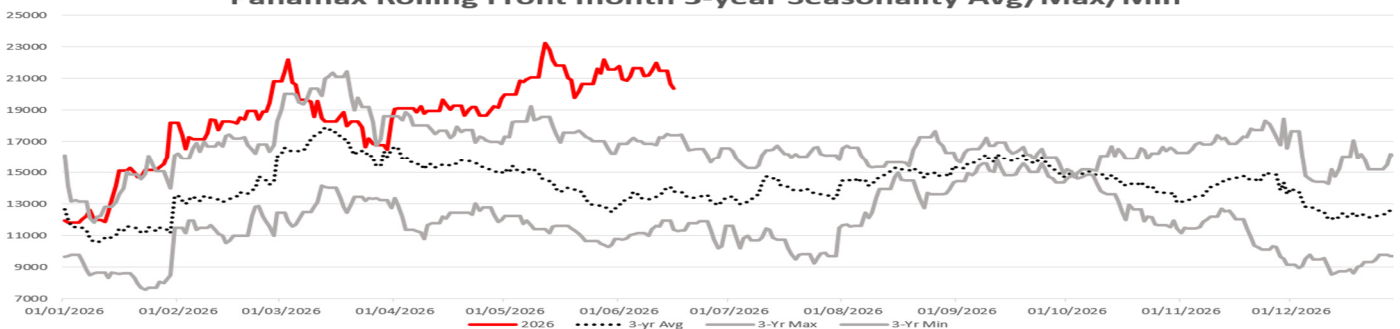
	Support	Resistance	Current Price	Bull	Bear
S1	19,716	R1	20,950		
S2	19,027	R2	22,131		
S3	18,500	R3	22,647		

Source Bloomberg

Synopsis - Intraday

- Price is below the 8– 21 period EMA's
- RSI is at 50 (50)
- Stochastic below 50
- Technical outlook previously: Supported
- We noted last week that having sold to a low of USD 20,550 the futures had produced a Doji cross (indecision) followed by a move higher, indicating support in the market. A downside test failed to close below the low of the last bull candle. A close below USD 20,550 would signal sell side pressure is increasing, warning support levels could be tested and broken. While above USD 20,550 we had a note of caution on lower moves.
- The futures traded to a high of USD 22,050 before selling to a low of USD 20,050. Price is below the 8-21 period EMA's supported by the RSI below 50.
- Upside moves that fail at or below USD 22,131 will leave the futures vulnerable to further tests to the downside, above this level the technical will re-enter bullish territory.
- Technical outlook: Trend support broken
- The depth of the pullback suggests that the probability of the futures trading to a new high within this phase of the cycle has started to decrease, while the downside move below trend support at USD 20,950 implies that sell side pressure is increasing, we also note that the RSI rejected the 60 level on the move higher, implying momentum weakness. We are seeing light bid support in the market today (16/06/26), although the technical warns of near-term weakens. Market buyers will need to see a close and hold above trend support, preferably followed by a close above the high of the last dominant bear candle at USD 21,500 to signal market bulls are taking control. Alternatively, market sellers should act with cautious if RSI support emerges at or above the 40 level. As we are seeing bid support from a gap lower on the open, we should note that if we close today (16/05) above the mid-point of the bear candle from the (15/05) at USD 21,063, it will mean we have a piercing line pattern in play. If we get this close, market sellers should act with caution, as it indicates sentiment could be turning to the buy-side.

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



Panamax Q3 26



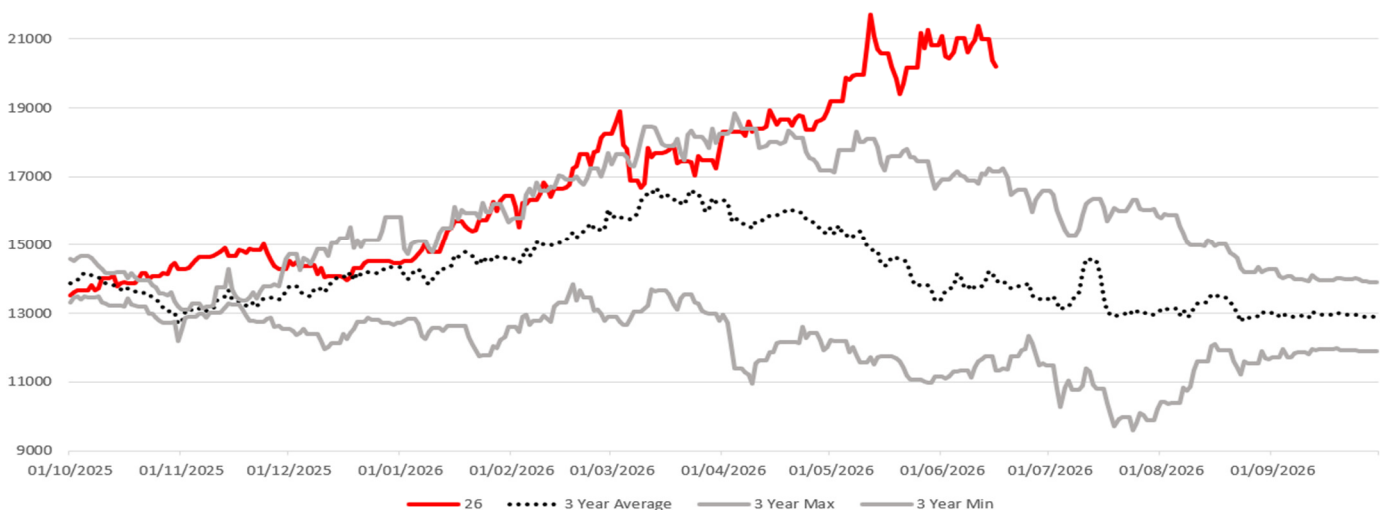
	Support	Resistance	Current Price	Bull	Bear
S1	19,821	R1	20,775	RSI above 50	Stochastic overbought
S2	19,414	R2			
S3	19,315	R3,			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic is overbought
- Technical outlook previously: Downside moves considered as countertrend
- Elliott wave analysis continued to suggest that downside moves should be considered as countertrend last week. Price was holding above the 21-period EMA but failing to find bullish traction, resulting in consolidation. The RSI moving average had started to flatten but the RSI was below 60 at this point. If the RSI starts moving above its average, and the 60 level, it would signal an increase in momentum pressure, warning resistance levels could be tested.
- The futures sold to a low of USD 20,000; however, the downside move is struggling to hold. Price is between the 8-21—period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 19,315 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Neutral
- Technically unchanged this week, the longer—term Elliott wave cycle continues to suggest that downside moves should be considered as countertrend. We are seeing some mixed signals, as the move lower on the 15/05 breached two support lines; however, bullish price action today (16/05) means price is back in the consolidation rectangle and back above the primary of the two trend lines highlighted. Although neutral, this is a bullish piercing line pattern forming that indicates under lying support in the market.

Panamax Q3 3-Year Seasonality with Max/Min Values



Panamax Cal 27



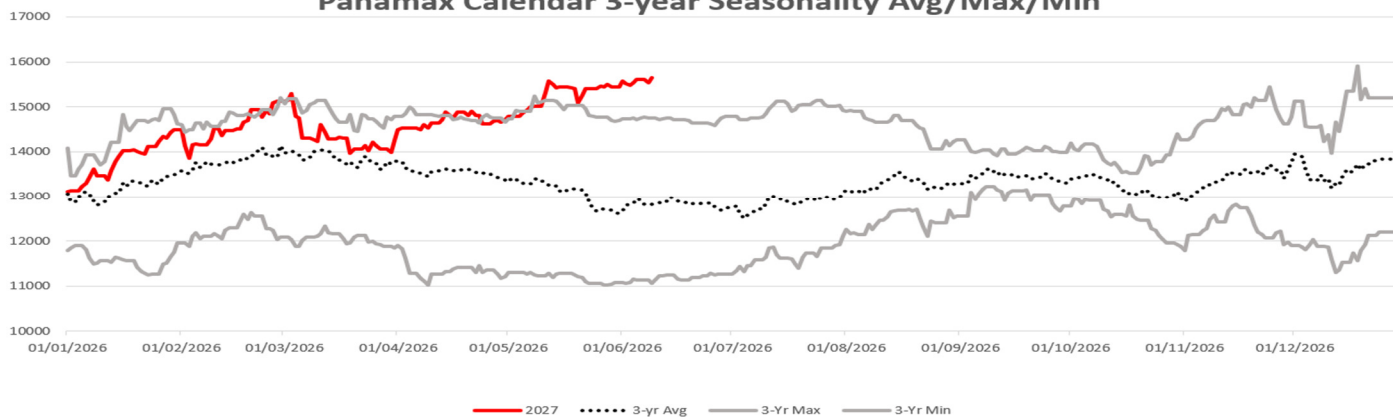
	Support	Resistance	Current Price	Bull	Bear
S1	15,024	R1	15,727	RSI above 50	Stochastic overbought
S2	14,800	R2	16,239		
S3	14,496	R3	16,884		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (60)
- Stochastic is overbought
- Technical outlook previously: Divergent above USD 15,700
- Unchanged on the technical again this week, we remain bullish with downside moves considered as countertrend. However, upside moves above USD 15,700 would be in divergence with the RSI. Not a sell signal, it warned that we could see a momentum slowdown, which needed to be monitored.
- The futures traded to a high of USD 15,750 before entering into a corrective phase. Bid support today (16/05), means the futures are back above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 14,470 will support a near-term bull argument, below this level the technical will have a neutral bias
- Technical outlook: Divergent above USD 15,750
- Although there is a longer-term divergence in play, the move to a new high resulted in the RSI breaking near-term resistance, meaning resistance remains vulnerable. We have a bullish engulfing forming on trend support that also warns that we could move higher. Price will be divergent above USD 15,750; however, it is important to remember that this is a condition, not a sell signal. Any divergence will need confirmation from price.

Panamax Calendar 3-year Seasonality Avg/Max/Min



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