



Panamax Technical Report

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Index

Technical outlook: inflection point

Unchanged on the technical this week. We continue to see light bid support with the index continuing to track the trend line at USD 20,328, meaning we remain at an inflection point. As highlighted previously, we have a negative reversal pattern in play while below the USD 20,617 level, this implies caution on upside moves. However, above USD 20,617 would signal an increase in buy-side pressure, warning the USD 21,234 resistance could be tested and broken. If it is, then the probability of price trading to a new low would begin to decrease.

Aug 26

Technical outlook: Caution on upside moves

Price is above the polarity resistance, implying buy-side pressure is increasing; however, we are not seeing a momentum push. With price trading around the USD 19,425 level we have added a trend support line. A close and hold below USD 19,383 would signal an increase in sell-side pressure; conversely, if we hold above it, then we target the USD 20,622 resistance. Market buyers should be cautious if the RSI starts to close below its trend support line, as it could forewarn of weakening price action. Based on our Elliott wave analysis we remain cautious on upside moves.

Q4 26

Technical outlook: Downside moves considered as countertrend

We have some conflicting signals on this technical, as price has traded at the USD 19,850 high, meaning the minimum requirement for Elliott wave completion within this phase of the cycle has been met. Due to price trading at USD 19,850 this also means there is a longer-term divergence in play dating back to the 12th June. However, I have circled in red a peak in the RSI, we can see that near-term price action and the RSI have made new highs, signaling momentum confirmation. This would suggest that downside moves have the potential to be countertrend, providing we hold above the USD 18,348 support. A close and hold below the trend support line at USD 19,201 will warn that price is entering a corrective phase.

Cal 27

Technical outlook: Downside moves considered as countertrend

The upside moves in recent days suggests we have seen a lower timeframe bullish Elliott wave extension, implying downside moves should be considered as countertrend, providing we hold above the USD 15,791 support. We also note that we have bullish momentum confirmation, supporting our lower timeframe Elliott wave analysis. Throwbacks below USD 15,791 would be considered as deep into the last bull wave, reducing the probability of price trading to a new high.

Panamax Index

■ BP182TCA Index - Last Price 20260.00
 ■ Moving Average(Simple,200,0) 17015.85
 ■ Moving Average(Simple,55,0) 20007.98
 ■ EMAVG (34) 19791.97

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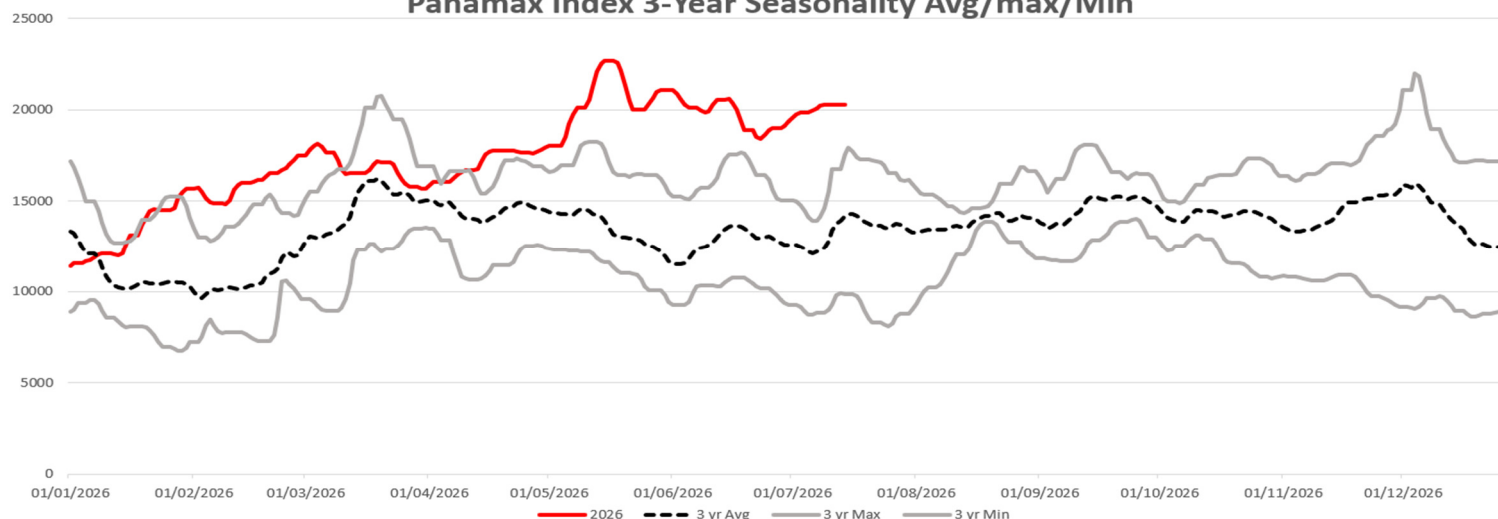
Support		Resistance		Current Price	Bull	Bear
S1	18,025	R1	20,548	20,260	RSI above 50	Stochastic overbought
S2	17,914	R2	21,234			
S3	17,617	R3	22,691			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Technical outlook previously: Inflection point
- We noted last week that although price is moving higher, we were tracking the trend resistance line which is currently at USD 19,995, meaning we were only marginally above it. We also noted that the RSI had made a new high, while price has not, indicating we had a negative reversal pattern in play while below USD 20,617. Upside moves above USD 20,617 would signal an increase in buy-side pressure, warning the USD 21,234 resistance could be tested and broken. If it was, then the probability of price trading to a new low would begin to decrease. We were at an inflection point as we continue to trade around the trend line.
- The index has seen another small move higher, we are 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: inflection point
- Unchanged on the technical this week. We continue to see light bid support with the index continuing to track the trend line at USD 20,328, meaning we remain at an inflection point. As highlighted previously, we have a negative reversal pattern in play while below the USD 20,617 level, this implies caution on upside moves. However, above USD 20,617 would signal an increase in buy-side pressure, warning the USD 21,234 resistance could be tested and broken. If it is, then the probability of price trading to a new low would begin to decrease.

Panamax Index 3-Year Seasonality Avg/max/Min



Panamax August 26 (1 Month forward)



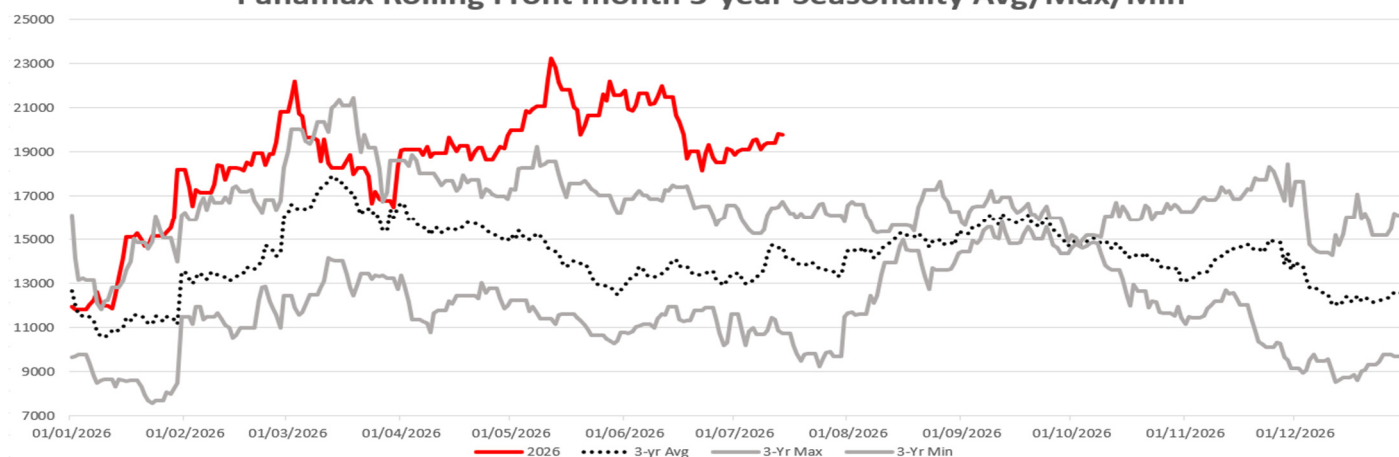
Support		Resistance		Current Price	Bull	Bear
S1	19,383	R1	19,950	19,675		RSI below 50
S2	18,150	R2	20,622			
S3	16,547	R3	21,151			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8– 21 period EMA's
- RSI is below 50 (49)
- Stochastic is oversold
- Technical outlook previously: Caution on upside moves
- Based on our Elliott wave analysis last week we are cautious on upside moves. However, we were trading above the polarity resistance at USD 19,425, making this an interesting level on the technical. If we held above 19,425, it would signal an increase in buy-side pressure, warning the USD 20,622 resistance could be tested and broken. If it was, then the probability of price trading to a new low would begin to decrease. Conversely, failure to hold above the USD 19,425 level would warn of lower pricing in line with the wave cycle.
- The futures are above the polarity resistance, we are above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 20,622 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Caution on upside moves
- Price is above the polarity resistance, implying buy-side pressure is increasing; however, we are not seeing a momentum push. With price trading around the USD 19,425 level we have added a trend support line. A close and hold below USD 19,383 would signal an increase in sell side pressure; conversely, if we hold above it, then we target the USD 20,622 resistance. Market buyer's should be cautious if the RSI starts to close below its trend support line, as it could forewarn of weakening price action. Based on our Elliott wave analysis we remain cautious on upside moves

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



Panamax Q4 26



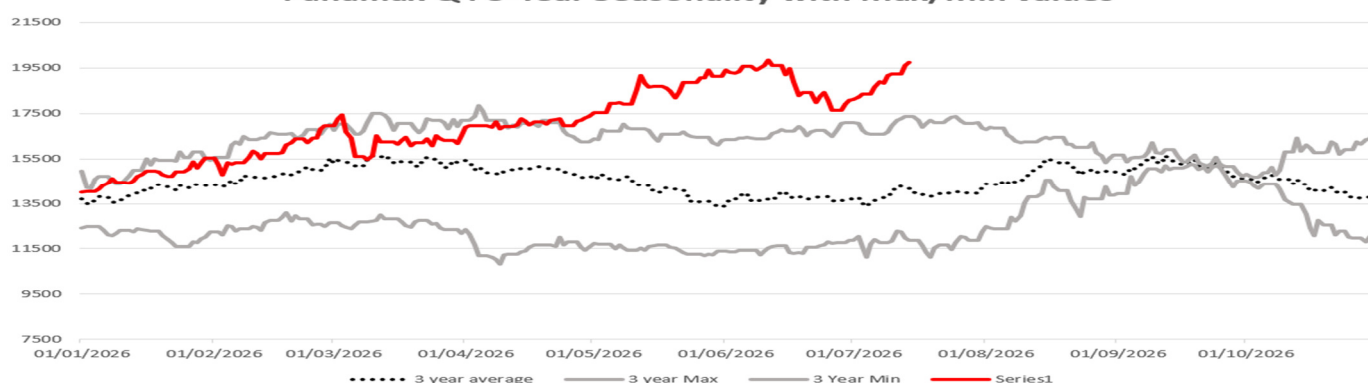
	Support	Resistance	Current Price	Bull	Bear
S1	19,201	R1	19,850	RSI above 50	Stochastic overbought
S2	18,980	R2	20,187		
S3	18,712	R3,	20,804		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Technical outlook previously: Inflection point
- We noted last week that the Elliott wave cycle in the Q3 would be different to the Q4, as this was down to expiry. In the Q3 we had a clear 3-wave corrective A-B-C pattern lower, which had bullish implications. This is not the case in the Q4 contract, making USD 19,076 the key resistance to follow. In theory, upside moves should be considered as countertrend, providing we did not breach the USD 19,076 resistance. If we did, then the probability of price trading to a new low within this phase of the cycle would start to decrease. We noted that we had traded to a high of USD 19,050 with price just below USD 19,000, meaning we at an inflection point.
- The futures traded above the USD 19,076 resistance, reducing the probability of price trading to a new low, resulting in price trading up to but not above the USD 19,850 fractal high. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 18,348 will support a bull argument, below this level the probability of the futures trading to a new high will begin to decrease.
- Technical outlook: Downside moves considered as countertrend
- We have some conflicting signals on this technical, as price has traded at the USD 19,850 high, meaning the minimum requirement for Elliott wave completion within this phase of the cycle has been met. Due to price trading at USD 19,850 this also means there is a longer-term divergence in play dating back to the 12th June. However, I have circled in red a peak in the RSI, we can see that near-term price action and the RSI have made new highs, signaling momentum confirmation. This would suggest that downside moves have the potential to be countertrend, providing we hold above the USD 18,348 support. A close and hold below the trend support line at USD 19,201 will warn that price is entering a corrective phase.

Panamax Q4 3-Year Seasonality with Max/Min values



Panamax Cal 27

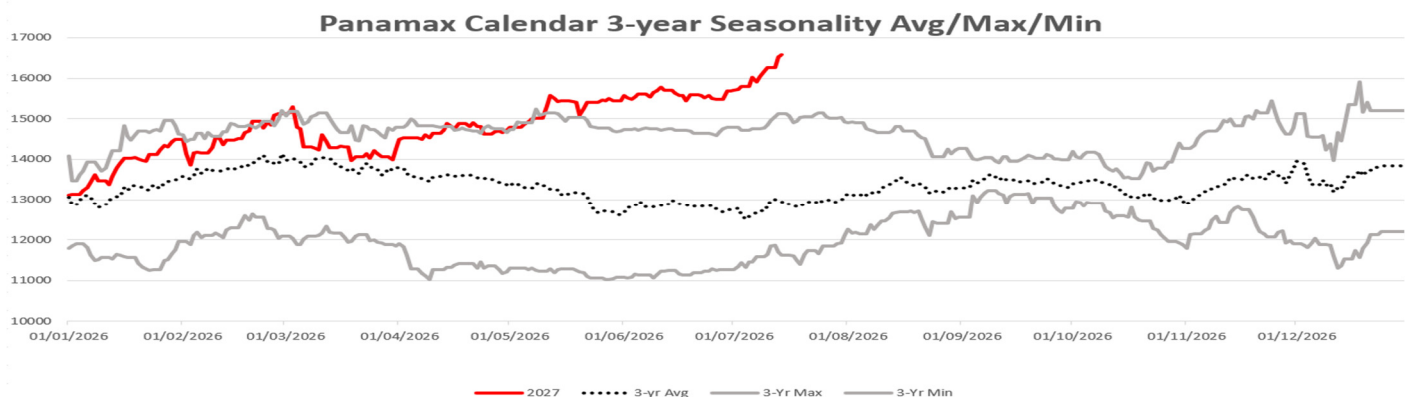


	Support		Resistance	Current Price	Bull	Bear
S1	16,132	R1	16,611	16,500	RSI above 50	Stochastic overbought
S2	15,791	R2	16,947			
S3	15,375	R3	17,375			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- Technical outlook previously: caution on downside moves
- We noted previously that the RSI had positive momentum and velocity, while the divergence failure meant that we have bullish momentum confirmation, warning downside moves had the potential to be countertrend in the near-term. Throwbacks below USD 15,375 would suggest we had entered a higher timeframe corrective phase, making USD 14,606 the longer-term support to follow. Fibonacci projection levels implied that we had a potential upside target at USD 16,611 for this phase of the cycle.
- The futures have traded to a high of USD 16,600, we are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 15,791 will support a bull argument, below this level the technical will have a neutral bias
- Technical outlook: Downside moves considered as countertrend
- The upside moves in recent days suggests we have seen a lower timeframe bullish Elliott wave extension, implying downside moves should be considered as countertrend, providing we hold above the USD 15,791 support. We also note that we have bullish momentum confirmation, supporting our lower timeframe Elliott wave analysis. Throwbacks below USD 15,791 would be considered as deep into the last bull wave, reducing the probability of price trading to a new high.



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