FIS

# Panamax Technical Report

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Index

Technical outlook previously: sell side pressure increasing

Price is moving lower on the negative reversal pattern having failed to reclaim the trend support line. The RSI is moving lower having failed to breach the 60 level, suggesting sell side pressure is increasing, warning the USD 18,406 fractal low could be tested and broken. Note: market sellers should act with caution if price reclaims the trend support line (technically now a resistance line) at 20,660.

Aug 26

Technical outlook: Sell side pressure increasing

Both price and the RSI have broken trend support, signaling an increase in sell side pressure, meaning the USD 17,850 fractal low is becoming vulnerable. The RSI is at 39, if we hold below the 40 level it will result in further deterioration in price; conversely, market sellers should act with caution if we reclaim the 40 level. Based on our Elliott wave analysis, we maintain our view that upside moves should be considered as countertrend.

Q4 26

Technical outlook: Downside moves considered as countertrend

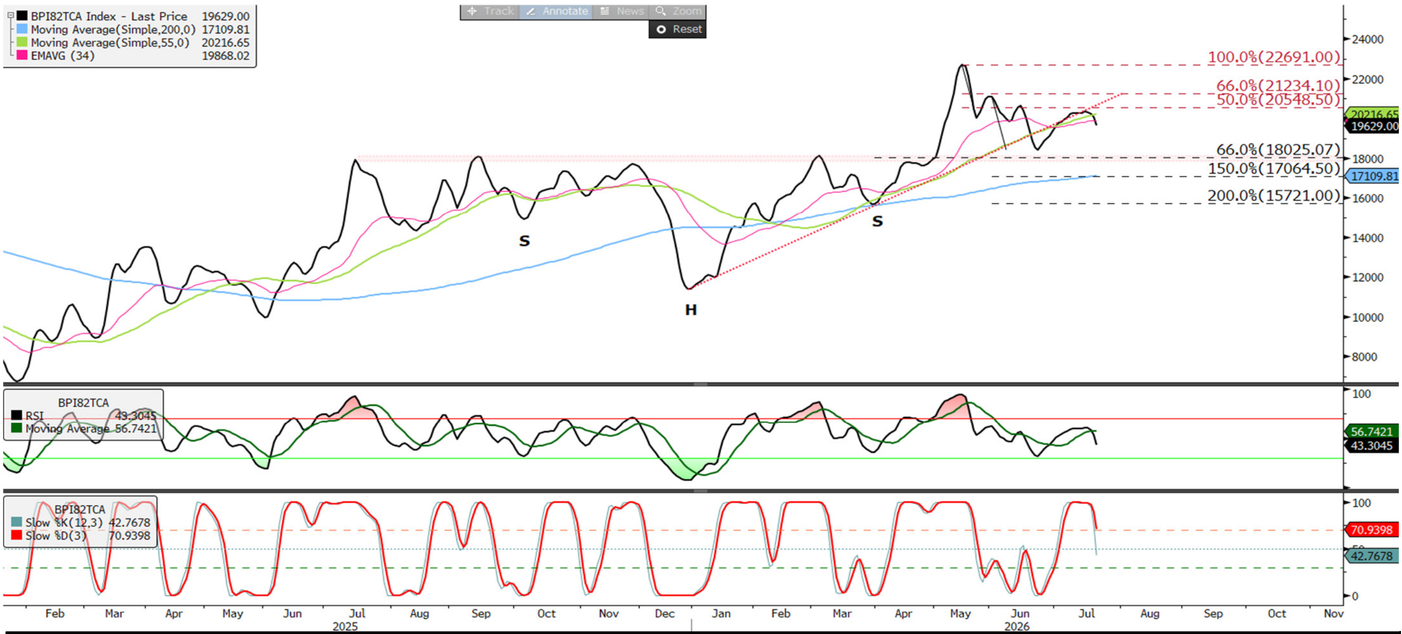
Technically we are unchanged this week, price has entered a corrective phase; however, the bullish momentum confirmation highlighted previously would suggest that downside moves should be considered as countertrend, providing we hold above the USD 18,348 resistance. Below USD 18,348 the probability of price trading to a new high will begin to decrease.

Cal 27

Technical outlook: Downside moves considered as countertrend

As highlighted last week, bullish momentum confirmation coupled wit  an Elliott wave extension implies that downside moves should be considered as countertrend. A light pullback has resulted in the RSI holding support, suggesting resistance levels remain vulnerable. If we do trade below the USD 15,791 level, then the probability of price trading to a new high will begin to decrease.

# *Panamax Index*

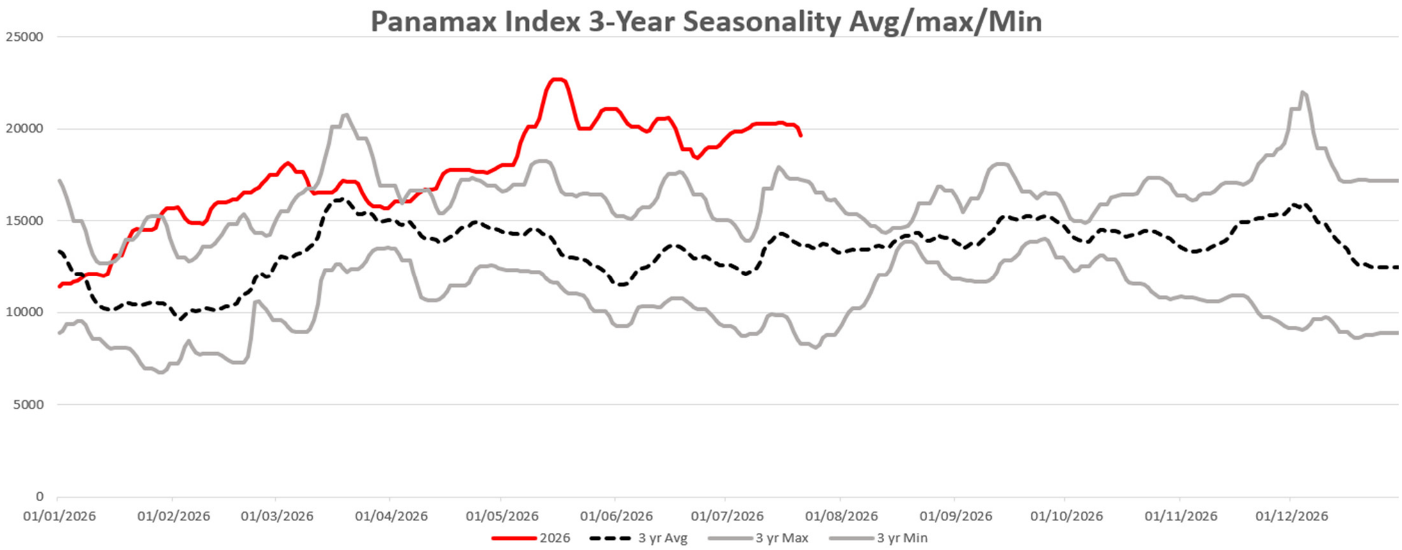



| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 18,025 | R1 | 20,548 | 19,629 | | RSI below 50 |
| S2 | 17,914 | R2 | 21,234 | | | |
| S3 | 17,617 | R3 | 22,691 | | | |

## Synopsis - Intraday

Source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (43)
- Stochastic is overbought
- Technical outlook previously: Technical outlook: inflection point
- Unchanged on the technical last week. We continued to see light bid support with the index continuing to track the trend line at USD 20,328, meaning we remained at an inflection point. As highlighted previously, we had a negative reversal pattern in play while below the USD 20,617 level, this implied caution on upside moves. However, above USD 20,617 would signal an increase in buyside 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.
- The index failed to reclaim the trend support line at USD 20,660 resulting in price selling lower. We are below the 34-55-peiord EMA's with the RSI below 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 previously: sell side pressure increasing
- Price is moving lower on the negative reversal pattern having failed to reclaim the trend support line. The RSI is moving lower having failed to breach the 60 level, suggesting sell side pressure is increasing, warning the USD 18,406 fractal low could be tested and broken. Note: market sellers should act with caution if price reclaims the trend support line (technically now a resistance line) at 20,660.



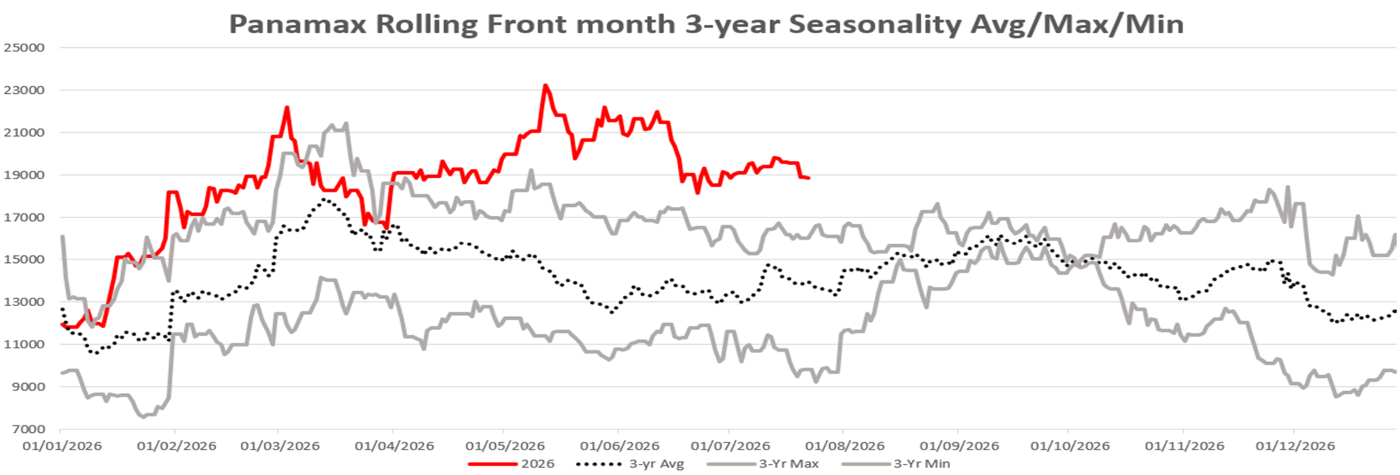
# *Panamax August 26 (1 Month forward)*

| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 18,150 | R1 | 19,950 | 18,900 | | RSI below 50 |
| S2 | 17,632 | R2 | 20,622 | | | |
| S3 | 17,043 | R3 | 21,151 | | | |

Source Bloomberg

**Synopsis - Intraday**

- Price is below the 8– 21 period EMA's
- RSI is below 50 (44)
- Stochastic is above 50
- Technical outlook previously: : Caution on upside moves
- We noted last week that price was above the polarity resistance, implying buyside pressure was increasing; however, we were not seeing a momentum push. With price trading around the USD 19,425 level we had added a trend support line. A close and hold below USD 19,383 would signal an increase in sell side pressure; conversely, if we held above it, then we target the USD 20,622 resistance. Market buyer's should be cautious if the RSI started to close below its trend support line, as it could forewarn of weakening price action. Based on our Elliott wave analysis we remained cautious on upside moves
- The futures have broken trend support resulting in price selling lower. We are below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 20,622 would leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Sell side pressure increasing
- Both price and the RSI have broken trend support, signaling an increase in sell side pressure, meaning the USD 17,850 fractal low is becoming vulnerable. The RSI is at 39, if we hold below the 40 level it will result in further deterioration in price; conversely, market sellers should act with caution if we reclaim the 40 level. Based on our Elliott wave analysis, we maintain our view that upside moves should be considered as countertrend.



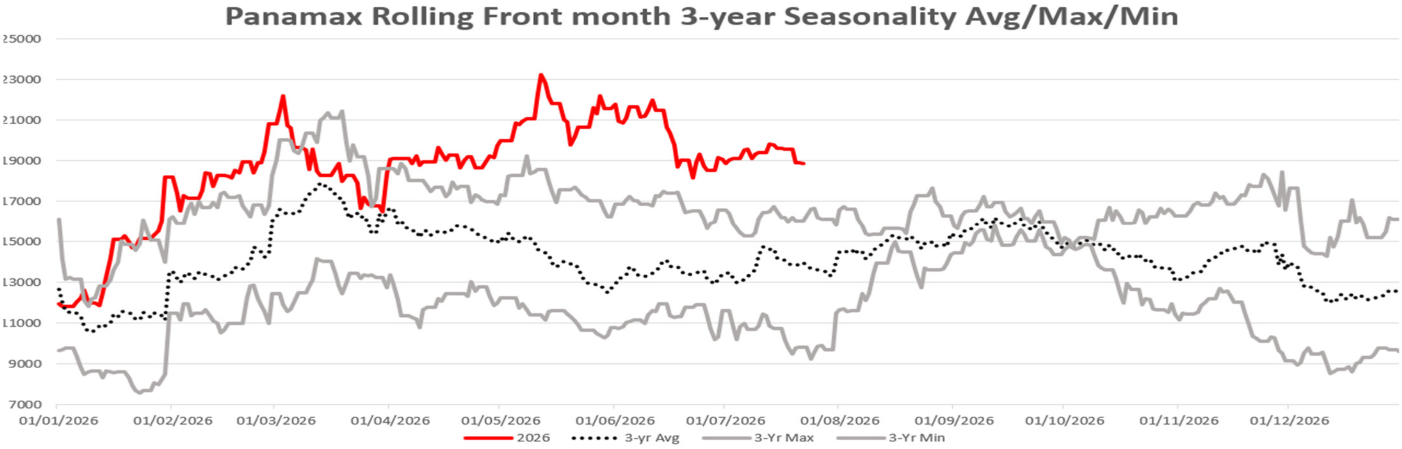
# Panamax Q4 26


| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 18,712 | R1 | 19,850 | 19,175 | RSI above 50 | Stochastic overbought |
| S2 | 18,348 | R2 | 20,187 | | | |
| S3 | 18,061 | R3, | 20,804 | | | |

**Synopsis - Intraday**

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (54)
- Stochastic is overbought
- Technical outlook previously: Downside moves considered as countertrend
- We had some conflicting signals on this technical last week, as price had traded at the USD 19,850 high, meaning the minimum requirement for Elliott wave completion within this phase of the cycle had 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 had circled in red a peak in the RSI, we could see that near-term price action and the RSI had made new highs, signaling momentum confirmation. This suggested that downside moves had the potential to be countertrend, providing we held above the USD 18,348 support. A close and hold below the trend support line at USD 19,201 will warn that price was entering a corrective phase.
- The futures closed below the trend support line at USD 19,915, resulting in price entering a corrective phase. Price is between the 8-21 period EMA's with 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
- Technically we are unchanged this week, price has entered a corrective phase; however, the bullish momentum confirmation highlighted previously would suggest that downside moves should be considered as countertrend, providing we hold above the USD 18,348 resistance. Below USD 18,348 the probability of price trading to a new high will begin to decrease.



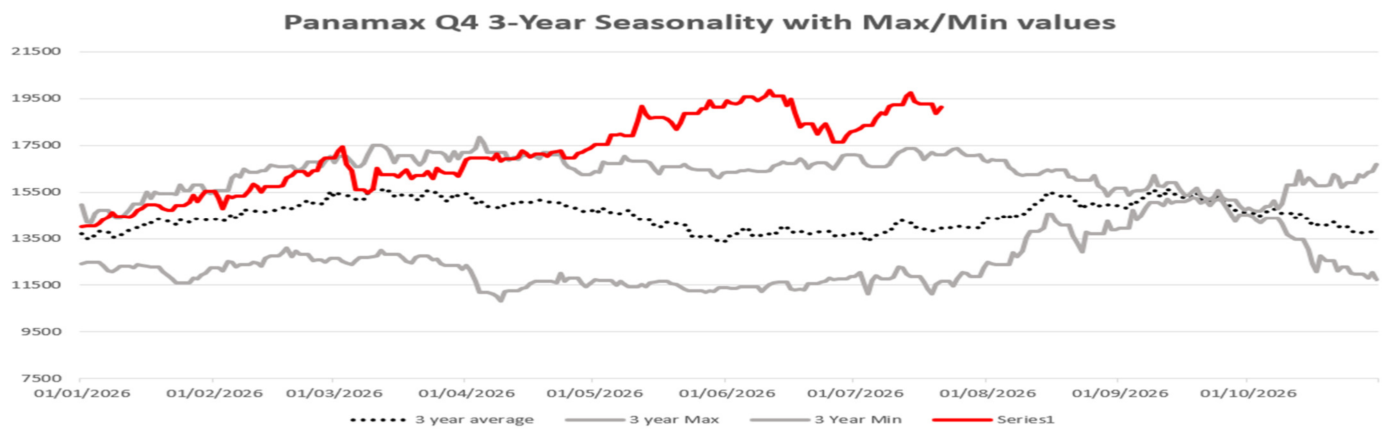
# Panamax Cal 27

| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 16,132 | R1 | 16,611 | 16,425 | 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 (64)
- Stochastic is overbought
- Technical outlook previously: caution on downside moves
- We noted last week that the upside move suggested that we had seen a lower timeframe bullish Elliott wave extension, implying downside moves should be considered as countertrend, providing we held above the USD 15,791 support. We also noted that we had 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.
- The futures have seen a small pullback but remain supported. We are above all key moving averages with 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
- As highlighted last week, bullish momentum confirmation coupled wit  an Elliott wave extension implies that downside moves should be considered as countertrend. A light pullback has resulted in the RSI holding support, suggesting resistance levels remain vulnerable. If we do trade below the USD 15,791 level, then the probability of price trading to a new high will begin to decrease.

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