FIS

Panamax Technical Report

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Index

Technical outlook: RSI resistance

The futures have entered as small corrective phase with the RSI struggling to hold above the 60 level, this is a warning of potential momentum weakness. A close below the weekly pivot level at USD 21,207 would indicate that sell side pressure is increasing, warning that the trend support at USD 19,926 could be tested and broken. The trend support holds more weight that the USD 19,919 level, a close and hold below the trend support will warn of further deterioration in price. Conversely, if we trade below the USD 19,919 level but fail to hold below the trend support line, then caution is warranted as it will warn of underlying support in the market. There are warning signs form the RSI that price could weaken if it remains below 60; above 60 would signal momentum support.

October 26

Technical outlook: Sell side pressure increasing

With the futures looking like we could be in a more complex corrective phase, having seen the RSI fail below 60, the USD 21,675 support is becoming vulnerable; if broken, then we have a near-term downisde target at USD 21,1779 with further support at the 100% Fibonacci projection at USD 19,575. While above the USD 21,675 we have a note of caution on higher moves, as in theory, this support should be broken.

Q4 26

Technical outlook: Sell side pressure is increasing

The RSI rejected the 60-level signaling momentum weakness with price now in a more complex corrective phase, warning the USD 21,450 fractal support could be tested and broken; if it is, we target USD 21,329 in the near-term, with the potential to trade as low as USD 20,766. Although we are in a corrective phase, higher timeframe Elliott wave analysis does continue to suggest that downisde moves should in theory be countertrend.

Cal 27

The RSI failed below 60 resulting in price entering a higher timeframe Elliott wave corrective phase, the RSI now below 40 with price below the 100% Fibonacci projection level ate USD 17,525. If we close and hold below the USD 17,525 level with the RSI holding below 40, then we could see the USD 16,767 support coming under pressure. Conversely, caution would be warranted on a close back above this level with the RSI reclaiming and holding the 40 level. Price is corrective; however, the broader Elliott wave cycle remains bullish, providing the USD 15,609 support is not breached.

Panamax Index

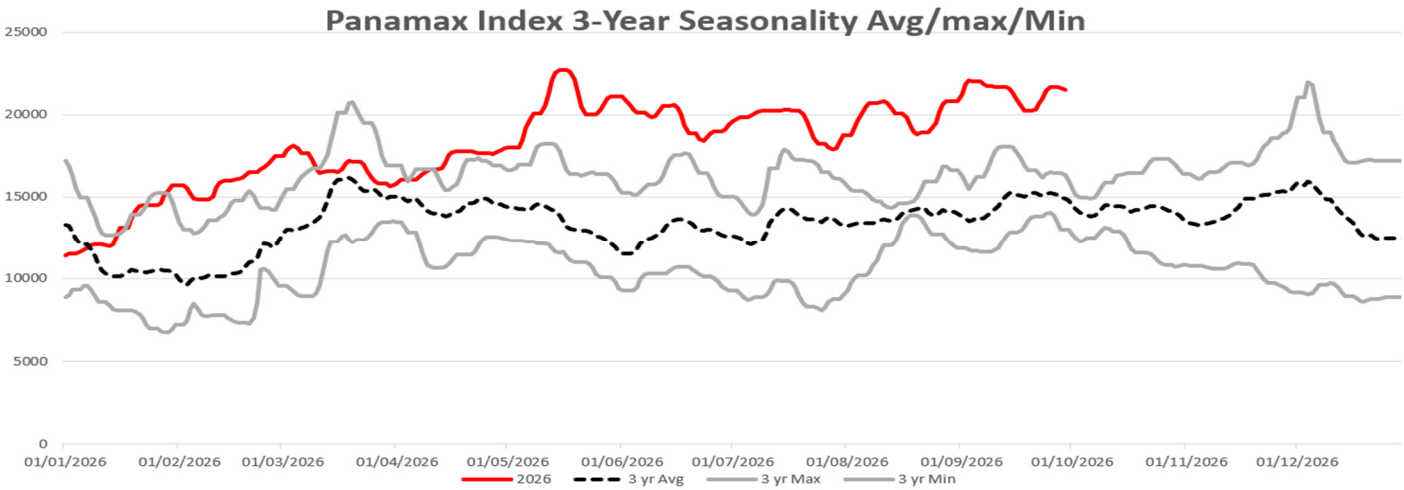


Support		Resistance		Current Price	Bull	Bear
S1	19,919	R1	22,691	21,507	RSI above 50	Stochastic overbought
S2	18,790	R2	23,566			
S3	18,025	R3	24,457			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Technical outlook previously: Supported
- We noted on the 08/0926 that the upside move had been replicated by the RSI, signaling bullish momentum confirmation, resulting in the RSI also breaching the 70 level, suggesting downside moves have the potential to be countertrend. We also highlight a second bullish inverse Head and Shoulders pattern in play, implying the USD 22,691 resistance remained vulnerable. Throwbacks that held at or above USD 19,919 would support a bull argument, below this level the probability of the index trading at a new high would begin to decrease.
- Having traded at a high of USD 22,133 the index entered a corrective phase but held the USD 19,919 support, resulting in price trading back up to USD 21,662. We remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 19,919 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: RSI resistance
- The futures have entered as small corrective phase with the RSI struggling to hold above the 60 level, this is a warning of potential momentum weakness. A close below the weekly pivot level at USD 21,207 would indicate that sell side pressure is increasing, warning that the trend support at USD 19,926 could be tested and broken. The trend support holds more weight that the USD 19,919 level, a close and hold below the trend support will warn of further deterioration in price. Conversely, if we trade below the USD 19,919 level but fail to hold below the trend support line, then caution is warranted as it will warn of underlying support in the market. There are warning signs form the RSI that price could weaken if it remains below 60; above 60 would signal momentum support.



Panamax Oct 26 (1 Month forward)

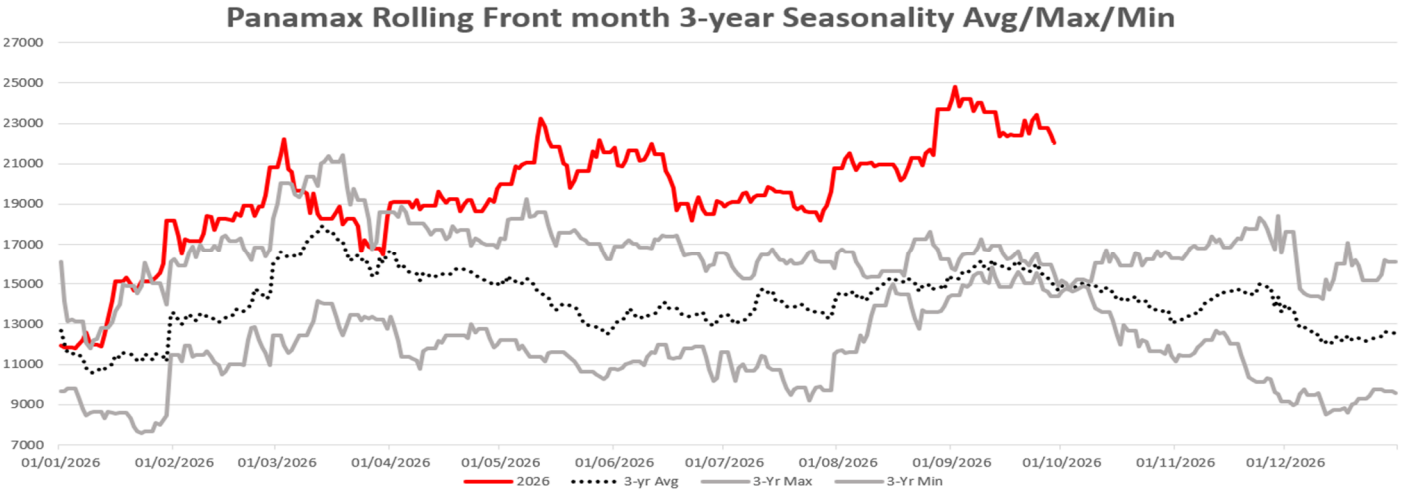


Support		Resistance		Current Price	Bull	Bear
S1	21,675	R1	23,279	22,025		RSI below 50
S2	21,179	R2	23,775			
S3	20,473	R3	24,447			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8– 21 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- Technical outlook previously: Downside moves considered countertrend
- We noted previously that our Elliott wave analysis suggested that downside moves should be considered as countertrend, providing throwbacks hold above the USD 22,030 level; if breached, then the probability of price trading at a new high would begin to decrease. Intraday price indicated we are now in a third wave lower, meaning we were currently cautious on downside moves as they could struggle to hold. Market sellers should be cautious on a move above the intraday USD 24,375 fractal resistance, as it would signal an increase in buyside pressure.
- The futures have entered a complex corrective phase having initially sold at a low of USD 21,675, price than traded at a high of USD 23,775 before coming back under pressure. We are below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 24,447 will leave price vulnerable to further tests to the downisde, above this level the technical will re-enter bullish territory.
- Technical outlook: Sell side pressure increasing
- With the futures looking like we could be in a more complex corrective phase, having seen the RSI fail below 60, the USD 21,675 support is becoming vulnerable; if broken, then we have a near-term downisde target at USD 21,1779 with further support at the 100% Fibonacci projection at USD 19,575. While above the USD 21,675 we have a note of caution on higher moves, as in theory, this support should be broken.



Panamax Q4 26

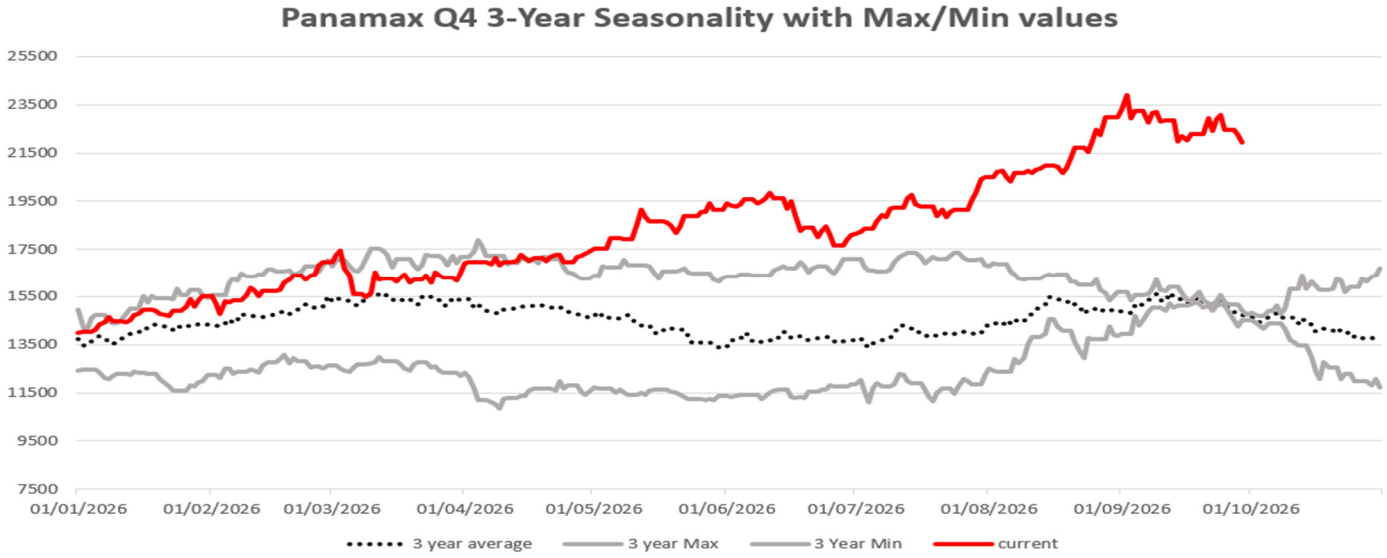


Support		Resistance		Current Price	Bull	Bear
S1	21,725	R1	23,661	21,883		RSI below 50
S2	21,329	R2	24,800			
S3	20,776	R3	25,704			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is above 50
- Technical outlook previously: Downside moves considered as countertrend.
- The upside move above the intraday USD 23,375 fractal resistance previously suggested that buyside pressure was increasing; however, key near-term resistance was at USD 24,094. Upside moves above USD 24,094 would suggest that the USD 24,875 fractal high could be tested and broken; conversely, if rejected it would warn that the corrective phase has the potential to become more complex. The move above USD 23,375 suggests resistance was becoming vulnerable.
- The futures failed to trade above the USD 24,094 resistance, resulting in price entering a more complex corrective phase. We are below the 8-21 period EMA's supported by the RSI below 50.
- Upside moves that fail at or below USD 23,661 would leave price vulnerable to further tests to the downisde, above this level the technical would re-enter bullish territory.
- Technical outlook: Sell side pressure is increasing
- The RSI rejected the 60 level signaling momentum weakness with price now in a more complex corrective phase, warning the USD 21,450 fractal support could be tested and broken; if it is, we target USD 21,329 in the near-term, with the potential to trade as low as USD 20,766. Although we are in a corrective phase, higher timeframe Elliott wave analysis does continue to suggest that downisde moves should in theory be countertrend.



Panamax Cal 27

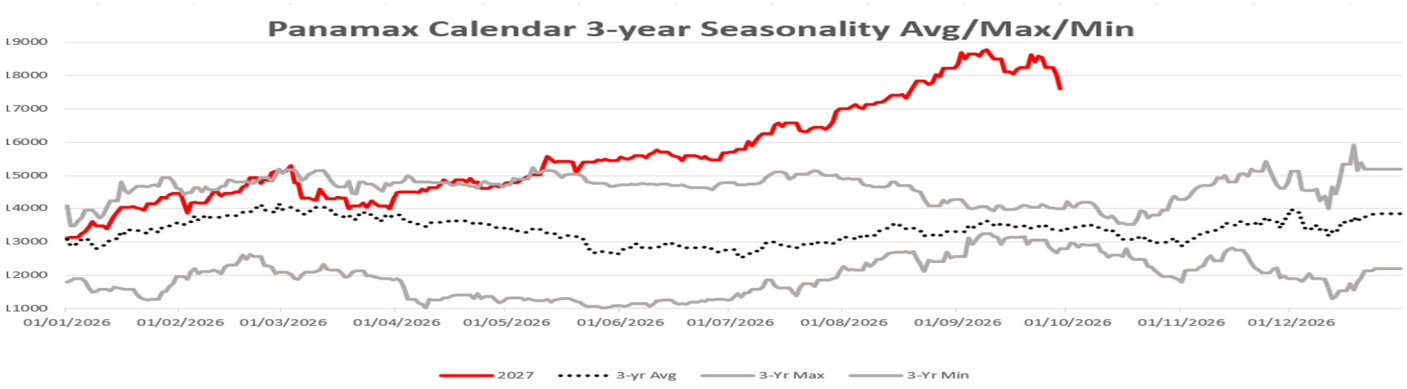


Support		Resistance		Current Price	Bull	Bear
S1	17,194	R1	18,051	17,450		RSI below 50
S2	16,767	R2	18,237			
S3	16,300	R3	18,489			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (37)
- Stochastic is below 50
- Technical outlook previously: Downside moves considered as countertrend.
- We noted in the last report that a small corrective phase had resulted in a positive reversal pattern, warning the USD 19,025 fractal high is vulnerable. Our lower timeframe Elliot wave cycle looks to have entered a countertrend wave 4, with recent bid support suggesting that price could potentially in the early stages of a bullish impulse wave 5. Due to price not yet trading at a new high, both the higher and lower wave cycles continue to suggest that downside moves should be considered as countertrend.
- The positive reversal pattern failed resulting in price entering a corrective phase. We are below the 8-21 period EMA's supported by the RSI below 50.
- Upside moves that fail at or below USD 18,489 will leave the futures vulnerable to further testes to the downside, above this level the futures will re-enter bullish territory.
- Technical outlook: Corrective
- The RSI failed below 60 resulting in price entering a higher timeframe Elliott wave corrective phase, the RSI now below 40 with price below the 100% Fibonacci projection level ate USD 17,525. If we close and hold below the USD 17,525 level with the RSI holding below 40, then we could see the USD 16,767 support coming under pressure. Conversely, caution would be warranted on a close back above this level with the RSI reclaiming and holding the 40 level. Price is corrective; however, the broader Elliott wave cycle remains bullish, providing the USD 15,609 support is not breached.



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