

## ***FIS Supramax Technical Report***

### **Synopsis:**

#### **Index**

The index remains between support and resistance as it continues to edge higher on the back of the divergence. Momentum indicators would suggest the technical remains vulnerable to further tests to the downside. However price action has produced 5 waves down that have ended in a divergence suggesting the downside phase has completed for now. For this reason the Index is not considered a technical sell

#### **June**

Five waves up with the intraday technical producing a negative divergence and an overbought stochastic would suggest the futures are entering into a corrective phase. Technically bearish below USD 5,675, wave analysis has key support at USD 5,460. Downside moves that hold at or above this level would support a buyers argument, below this level the pullback is considered as deep and the Elliott wave phase neutral

#### **Q3**

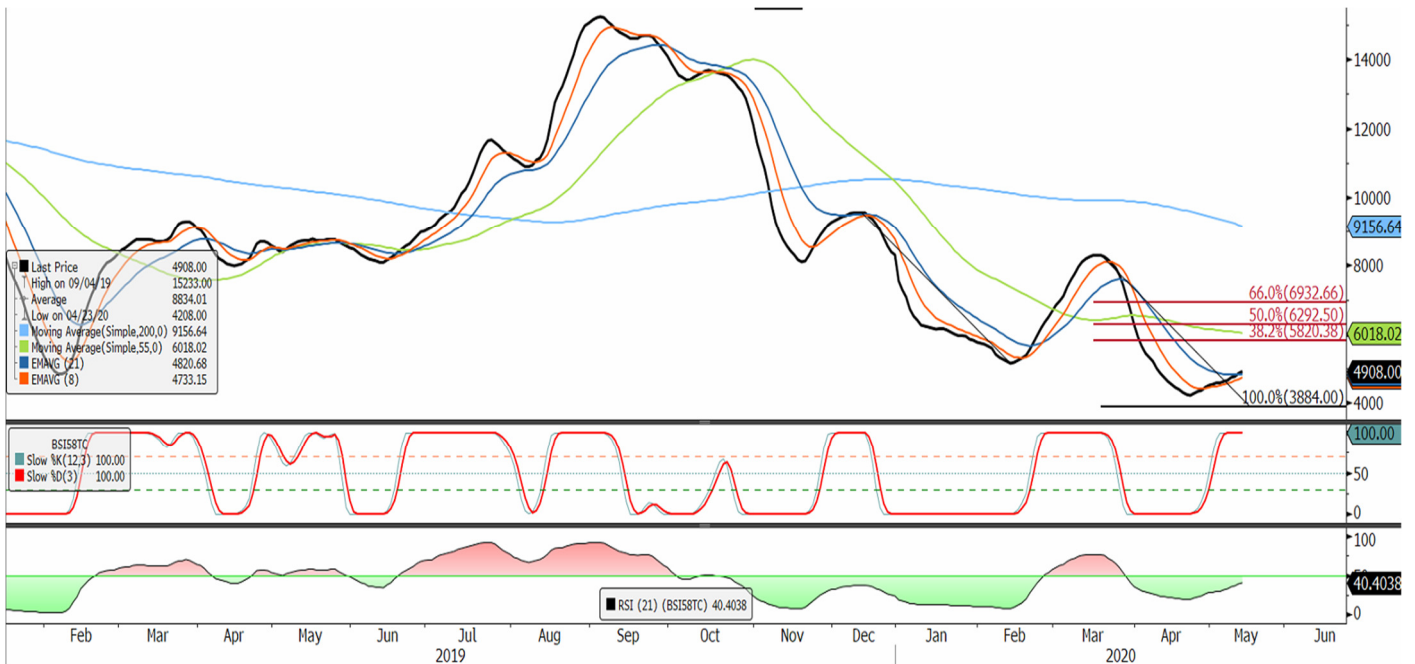
Technically corrective into a bullish support gap. The intraday technical is showing a positive divergence as we test the upper end of the Fibonacci support zone. This means the futures are not considered a technical sell. A close today above the USD 7,562 today would indicate bulls are taking control of the market and price action above the USD 7,850 would create a higher high and be considered as bullish.

#### **Cal 21**

In terms of a technical this one is simplistic. Bearish and in a trending environment but not considered a technical sell due to the positive divergence that is in play between price and the RSI. Upside moves above the USD 8,600 level will break fractal resistance and take the technical into bullish territory, failure to break the USD 8,600 level will keep us in bearish territory.

Stay Safe

## Supramax Index

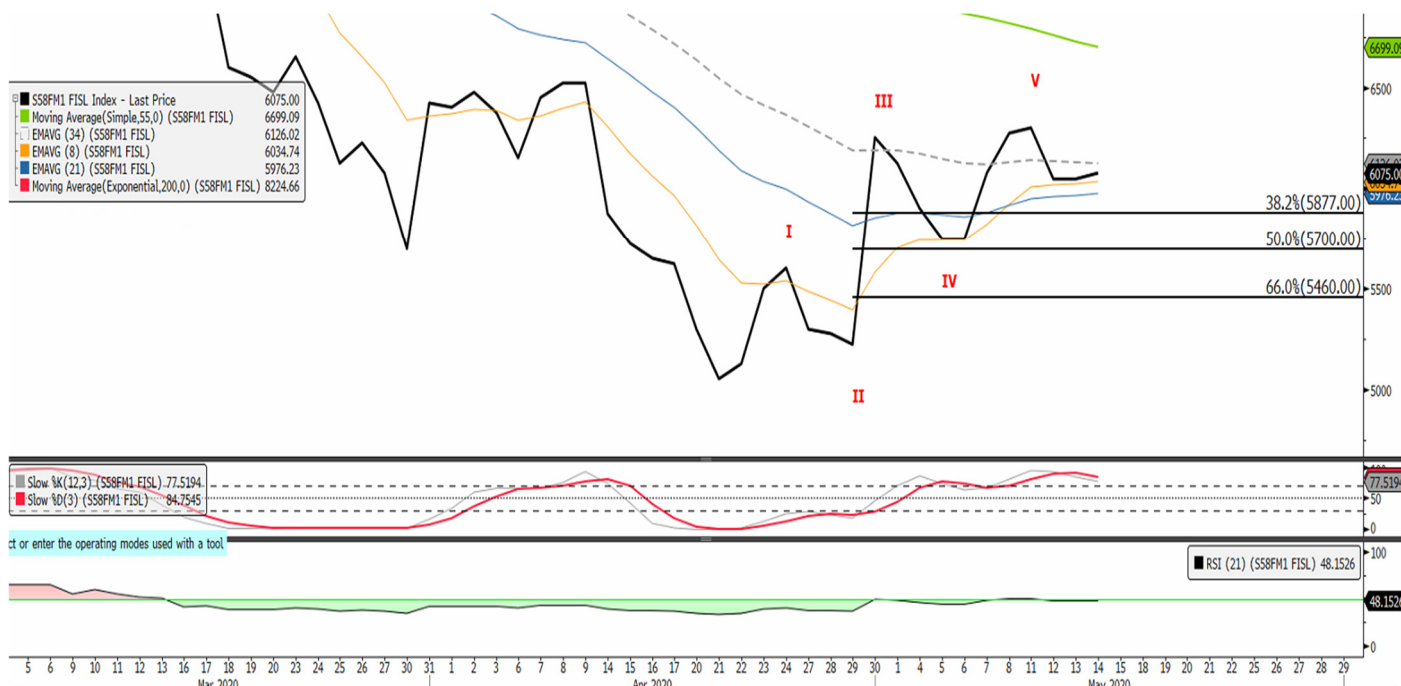


	Support	Resistance	Current Price	Bull	Bear
S1	3,884	R1	5,820		Stochastic overbought
S2	2,840	R2	6,292		
S3	2,195	R3	6,932		
			4,908		

### Synopsis - Intraday

- Price action is above the 8 - 21-period EMA's
- RSI is below 50
- Stochastic is overbought
- Price is moving higher on the back of a positive divergence with the RSI. The upside move is coming off the back of a lower low and lower high, meaning the fractal footprint is considered as bearish
- Support and resistance continues to be wide and unchanged
- The RSI remains below 50 with the stochastic overbought leaving the technical vulnerable to further tests to the downside as long as it remains below USD 6,932
- Downside moves below USD 4,208 would create a secondary divergence meaning the index would not be considered a sell on a new low
- Technically bearish but not considered a technical sell due to a 5 wave pattern lower and the divergence

## Supramax June (1 Month forward)

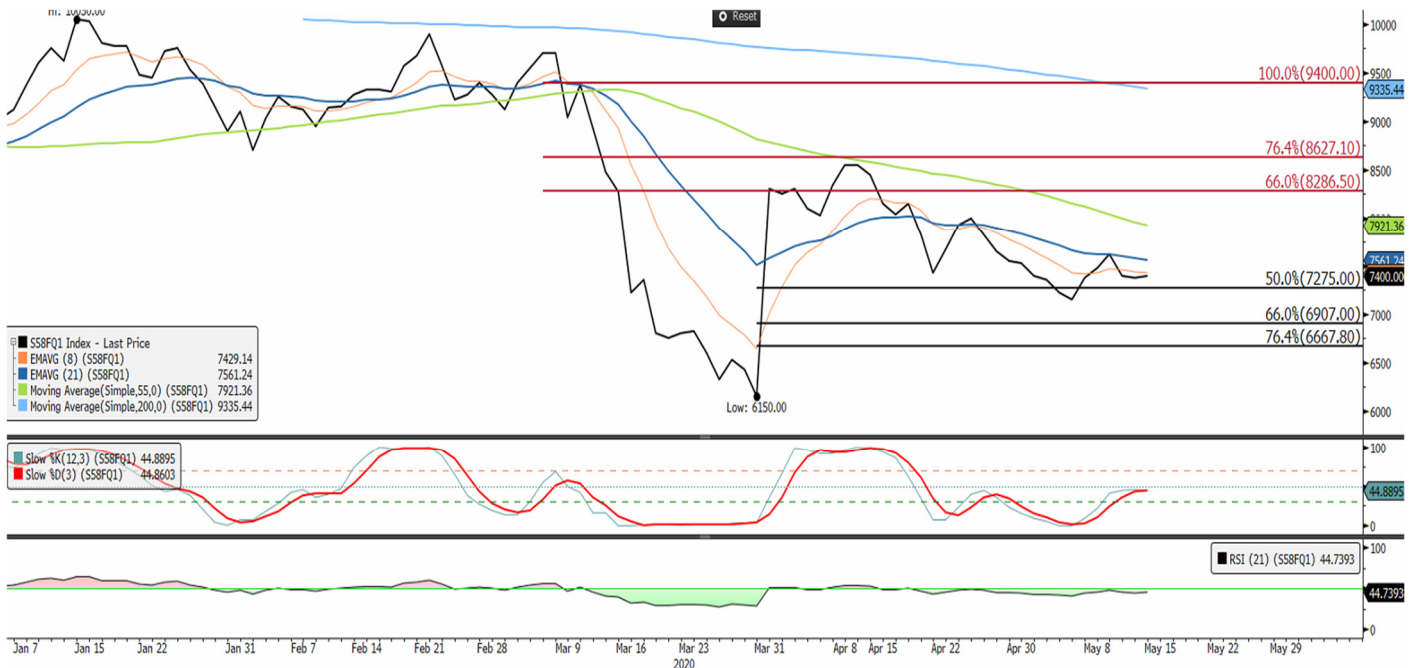


Support	Resistance	Current Price	Bull	Bear
S1	R1	6,075		
S2	R2			Stochastic overbought
S3	R3			

### Synopsis - Intraday

- RSI is below 50
- Stochastic overbought
- Price is above the 8 –21 period EMA's
- The RSI is neutral the stochastic is overbought suggesting that momentum remains vulnerable to a test to the downside.
- The futures have produced 5 waves higher with the intraday technical showing a negative divergence. This is not a sell signal it is a warning of a potential momentum slowdown; however, coupled with the 5 wave pattern this would suggest the intraday and therefore the daily technical is entering a corrective phase
- Fibonacci support starts at USD 5,877 with fractal support at USD 5,675, below this level the daily technical is considered as corrective. Wave, analysis however would suggest that downside moves that hold at or above the USD 5,460 level would support a buyers argument, below this level the pullback would be considered as deep and the phase neutral

## Supramax Q3 (1Q Forward)



	Support	Resistance	Current Price	Bull	Bear
S1	7,275	R1	7,850	Stochastic oversold	RSI below 50
S2	6,907	R2	8,050		
S3	6,667	R3	8,600		

### Synopsis - Intraday

- Price action is below the 8 – 21 period EMA
- RSI is below 50
- Stochastic is oversold
- Price is in a countertrend move as it makes lower lows and lower highs but remains within the bullish support gap created by the futures roll
- The futures pullback has held at the top of the support zone but remains below the 8—21 period EMA's, the RSI is below 50 leaving the technical vulnerable to further tests to the downside. However, lower time frame momentum indicators are currently in divergence with price. Not a buy signal it does warn that we have the potential to see a momentum slowdown.
- This technical is corrective within a bull support gap. The intraday divergence means the futures are not considered as technical sell.
- A close above USD 7,562 today ore a move above the USD 7,850 level would be considered as technically bullish

## Supramax Cal 21



	Support	Resistance	Current Price	Bull	Bear
S1	8,425	R1	8,500	Stochastic is oversold	RSI is below 50
S2	8,275	R2			
S3	8,125	R3			

### Synopsis - Intraday

- Price action is below the 8 – 21 period EMA
- RSI is below 50
- Stochastic is oversold
- Little changed on the daily technical with price remaining below the 8—21 period EMA's and the RSI below 50
- Technically bearish and in trend but not considered a technical sell due to the positive divergence. Upside moves above the USD 8,600 level would create a higher high and be considered as bullish