

# FIS Supramax Technical

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## Synopsis

### Index

The index is now approaching the USD 23,458 high indicating it is on a bullish wave 5 of an extended wave 3. Using the Williams approach we have a potential near-term upside target is at USD 28,000. Downside moves that hold above the USD 14,386 level would support a bullish argument, providing we have not already traded above the USD 23,458 level.

### May 21

The futures are above all key moving averages with price on an Elliott wave 5 of this phase. Downside moves that close below the USD 23,050 level would warn that we could be entering into a corrective phase. Wave analysis would suggest we have a potential upside target at the USD 26,741 level. Momentum is bullish but will produce a negative divergence above the USD 24,875 level. Is this a sell signal? No, but it is a warning that we have the potential to see a momentum slowdown soon.

### Q3 21

The bullish Gartley pattern from the last report has pushed the technical to new highs. Elliott wave analysis would suggest we are on wave-5 of this phase, with a potential upside target between USD 19,680—USD 21,129, the lower time frame intraday technical is also potentially on a wave-5. If the futures trade below the USD 18,000 before trading above the USD 19,125 level then the technical remains corrective; however downside moves that hold above the USD 15,973 level would support a bullish argument.

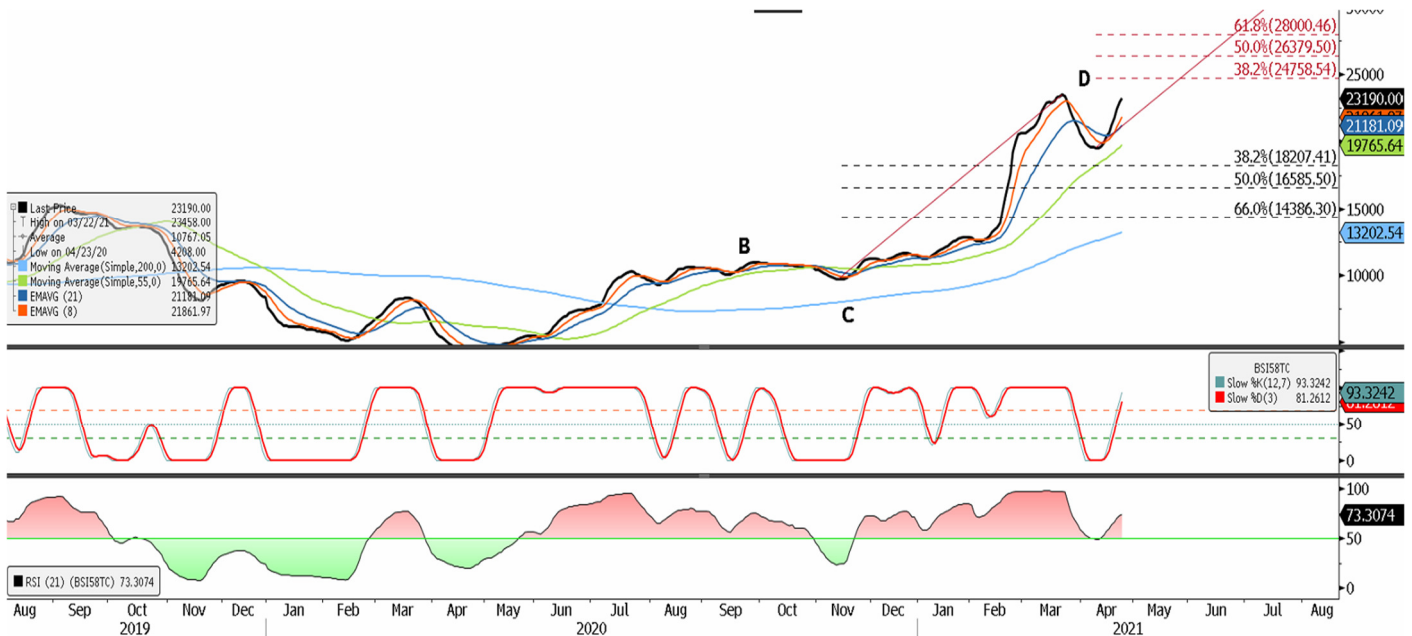
### Cal 22

The ever-extending wave 3 remains in place with the futures continuing to make new highs, price is above all key moving averages. Downside moves that close below the USD 12,829 level would warn that momentum is weakening based on price; however corrective moves lower that hold above the USD 12,107 level would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral.

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## Supramax Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,190	RSI Above 50	Stochastic
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8- 21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- On the last report we noted the technical had entered into a corrective wave 4 of this phase with the index moving USD 200 lower before basing. Price is USD 3,476 higher than the last report
- Technically bullish with price above all key moving averages the index looks to be on the bullish wave 5 that we previously highlighted. This will be confirmed on an index print above the USD 23,458 level
- A close below the USD 22,005 would warn that momentum is weakening based on price, and below USD 16,511 the index would be considered as corrective
- Elliott wave analysis would suggest we are on an extended wave 3, with a potential near-term upside target at USD 28,000. However, it is important to note that above the USD 23,458 level the minimum requirement for cycle completion (of this phase) has been met
- Corrective moves lower that hold above the USD 14,340 level would support a bull argument (providing we have not made a new high), below this level the pullback would be considered as deep and the technical phase neutral

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## Supramax May 21



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,675	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21-period EMA's
- RSI is below 50 (46)
- Stochastic is oversold
- On the last report we had a positive divergence on the intraday technical as we approached the USD 16,750 support. The futures traded to a low of USD 16,375 before producing an engulfing pattern having broken support for just one day. The bull close signalled a strong and swift price rejection resulting in a bullish upside move
- The futures are now on an Elliott wave 5 of an extended wave 3 with a near-term upside target at USD 26,741
- The RSI is above 50 with the stochastic overbought, upside moves above the USD 24,875 level would create a negative divergence between the RSI and price. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown on a new high
- Downside moves that hold at or above USD 19,269 would support a buyers argument, below this level the pullback is considered as deep and the technical phase neutral
- A close below the USD 23,050 level would indicate that momentum is weakening based on price, suggesting the futures could be in the early stages of a corrective phase

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## Supramax Q3 21 (rolling front quarter)



Support	Resistance	Current Price	Bull	Bear
S1	R1	18,450	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- On the last report we highlighted the bullish Gartley pattern that was in play. The futures are now USD 3,350 higher
- Price is above all key moving averages with the RSI above 50; however, we do have a negative divergence with the RSI and an overbought stochastic. This is not a sell signal, but it is a warning that we have the potential to see a momentum slowdown soon
- Elliott wave analysis would suggest we are on a wave 5 of this phase with a potential near-term upside target between USD 19,680 and USD 21,129
- Downside moves that trade below the USD 18,000 level would mean we remain in an intraday corrective wave 4. However, market pullbacks that hold at or above the USD 15,973 level would support a bull argument, below this level the pullback would be considered as deep and the technical phase neutral
- Technically bullish, intraday wave analysis needs to trade above the USD 19,125 level to confirm we are on a lower time -frame wave 5

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## Supramax Cal 22



Support		Resistance		Current Price	Bull	Bear
S1	12,525	R1	13,300	13,000	RSI above 50	Stochastic overbought
S2	12,348	R2	13,759			
S3	12,107	R3	13,949			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50
- Stochastic is above 50
- The Cal 22 futures remain in a long-term trending environment with the futures above all key moving averages
- The RSI continues to produce a negative divergence whilst the stochastic is overbought
- A close below the USD 12,829 level would warn that momentum is weakening based on price and suggest the future have entered into a corrective phase. However, downside moves that hold at or above the USD 12,107 level would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral
- Elliott wave analysis has the futures on an extended wave 3 with the futures continuing to make higher highs, downside moves below the USD 12,050 level would break key Fractal support and warn the technical could be entering into a bearish phase
- With the longer -term trend on a wave 3 corrective moves lower should be considered as countertrend at this point