

FIS Supramax Technical

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Synopsis

Index

The index remains in a bullish trending environment with longer-term EMA's well-spaced indicating the trend remains stable. The index remains in divergence with the RSI; however, this is becoming a marginal divergence which has been in play for the last USD 7,000. Corrective moves that hold at or above the USD 28,713 level remain in bullish territory, below this level the technical is considered as neutral.

Aug 21

The futures have entered a corrective wave within a bullish trending environment. The Elliott wave cycle would suggest the downside move is countertrend with a near term downside target around the USD 30,125 level. The trend remains bullish above USD 28,365 and neutral below. Upside moves above the USD 35,625 level will have achieved the minimum requirement for wave completion. However, using the William's approach, we have a potential upside target at USD 42,021 for the rolling front month contract within this phase of the cycle.

Q4 21

On the last report we used a curved trend line (parabolic trend) to identify the timing of the high. In theory we were correct as the market entered into a corrective phase with the Q4 dropping 11.5%, however this is skewed by the fact the roll went through at the same time. The longer-term trend remains bullish but in a corrective phase with price looking like it could test the USD 26,325 low in the near-term. Upside moves that fail at or below the USD 32,248 level remain vulnerable to further tests to the downside, above this level the market bulls will target the USD 35,300 high.

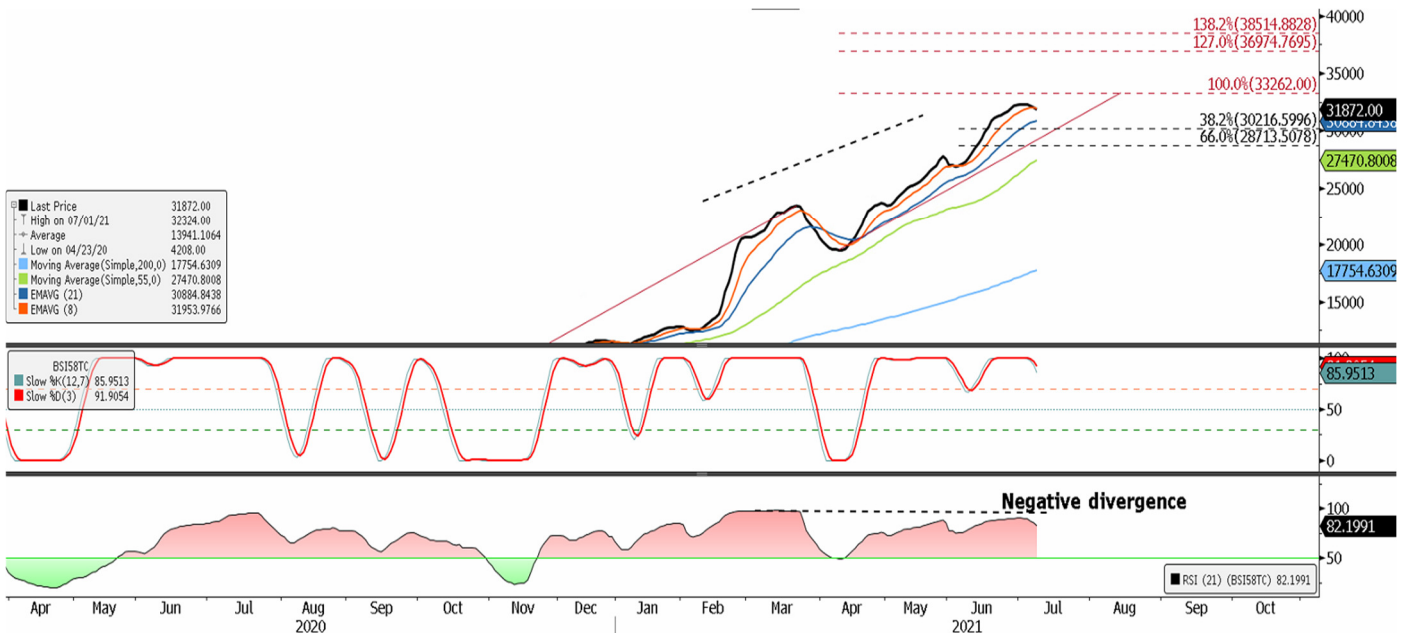
Cal 22

The futures remain in a bullish trending environment but look to be in the early stages of a corrective phase. A bullish hidden divergence would suggest the market remains supported; however, intraday wave analysis would imply we are potentially in a corrective wave 4. Either wave the downside moves is considered as countertrend with price looking like it could test the 17,900—USD 17500 support levels in the near-term.

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Supramax Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	27,750	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 (82)
- Stochastic is overbought
- As highlighted on the last report, momentum was improving based on price resulting on resistance levels being tested. Price remain above all key moving averages with the index in a bullish trending environment.
- The RSI remains in divergence, but it is now marginal. Price is approaching the USD 33,262 100% Fibonacci projection level; upside moves above this level will target the USD 36,974 resistance
- The futures are potentially in the early stages of a corrective phase. Downside moves that hold at or above the USD 28,713 level remain in a bullish trending environment, below this level the pullback is considered as deep and the technical phase neutral
- Upside moves above the USD32,176 level would indicate that momentum is improving based on price, suggesting upside resistance levels could be tested

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Supramax Aug 21



	Support		Resistance		Current Price	Bull	Bear
S1	31,423	R1	37,478		33,400	RSI above 50	
S2	30,125	R2	39,750				
S3	28,365	R3	42,021				

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50 (76)
- Stochastic is oversold
- The futures have entered a corrective phase with the downside moves holding at the 34-period EMA. The longer-term trend remains stable with the 55, 34, and 21 period EMA's well spaced
- Based on the initial move down we have the potential to target the USD 30,125 level in the near-term. However, corrective moves lower that hold at or above the USD 28,365 level will support a bull argument, below this level the pull-back is considered as deep and the technical phase neutral
- Our intraday Elliott wave analysis would suggest that the current downside move should be considered as countertrend
- Upside moves above the USD 35,625 level will have completed the minimum requirement for wave completion within this phase of the cycle. However, based on the Williams approach with the market basing around the USD 30,000 level, we have a potential upside target as high as USD 42,021 for the rolling front month contract
- Technically bullish with wave analysis suggesting this is a countertrend move

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Supramax Q4 21 (rolling front quarter)



Support	Resistance	Current Price	Bull	Bear
S1	R1	27,250	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is below the 8 - 21-period EMA's Source Bloomberg
- RSI is below 50 (49)
- Stochastic is oversold
- Having spent ages on the parabolic trend line it turns out I basically picked the roll from Q3 to Q4!
- The trend is technically bullish but in a corrective phase base on the roll. Near-term support is between USD 27,430 and USD 25,000. However, the technical remains in bullish territory above the USD 21,704 level and neutral below
- Upside moves that fail at or below the USD 32,248 resistance remain vulnerable to further tests to the downside, above this level would warn the USD 35,300 resistance could be tested
- The RSI at 49 is neutral, the stochastic is oversold, momentum is warning that the technical is vulnerable to further tests to the upside. However, based on the current bear candle it would appear we have the potential to test the USD 26,325 low first.
- The trend is bullish with price currently in a corrective phase with the potential to test the lows in the near-term. The current downside move is considered as countertrend

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Supramax Cal 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	18,275	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8 - 21-period EMA's
- RSI is above 50
- Stochastic is below 50
- The futures produced two consecutive pullback on minor divergences with the RSI resulting in the futures producing a technical pullback.
- The RSI remains above 50 but is now making a lower low, price is not. This is known as a bullish hidden divergence and warns that price remains supported
- Corrective moves below the USD 17,900 level would warn the USD 17,500 fractal support could be tested, below this level the futures will have created a lower low and be considered as bearish
- The longer-term trend remains technically bullish and the hidden divergence is warning we could see downside momentum slowdown soon. However, intraday wave analysis would imply we have entered a corrective wave 4 of this phase which would suggest the USD 17,900—USD 17,500 support levels could be tested.