



Supramax Technical Report

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Synopsis

Index

The index remains bearish and in trend below all key moving averages, suggesting the USD 15,967 support could be tested. However, the RSI is now at a long-term support dating back two years, if support holds, we could see a test to the upside. A close above USD 18,078 would mean that momentum is improving based on price warning upside resistance levels could be tested.

March 22

The roll into the March futures has created the disparity gap of over 10% with the 8 period EMA, meaning the ratio is now at 1.2972. The ratio can and does go higher but it is also warning that if the index does not move higher soon, we could see a corrective pullback in the paper. The disparity gap could also put the stochastic into overbought territory in the coming days, if it does, and the RSI is still around the 50 level, then momentum will be vulnerable to a technical pullback. Countering this, if the futures close above and hold above the 55 – period average then we target USD 24,250 fractal resistance. Moving higher on the roll but looking vulnerable to some form of technical pullback.

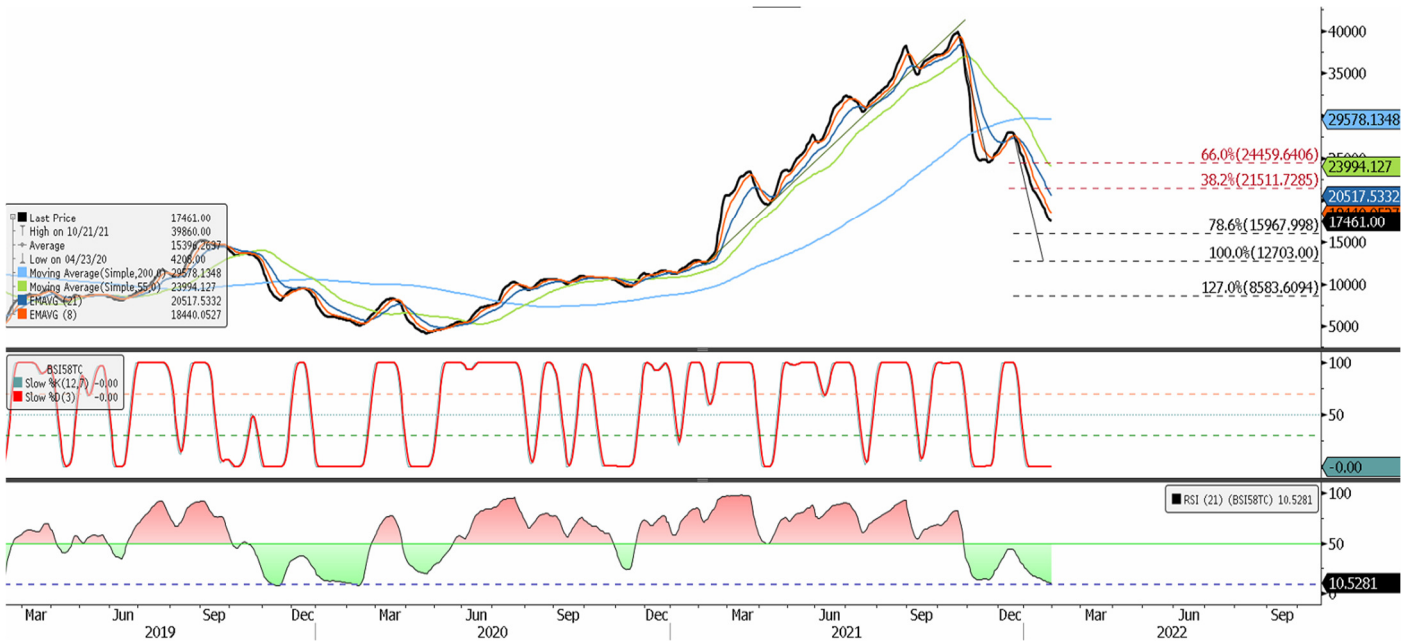
Q2 22

The recent pullback in the futures has held above the USD 19,757 level, supporting a bull argument. Upside moves above USD 24,625 would suggest the USD 24,989 and USD 26,310 resistance levels could be tested. The three-wave corrective pattern also supports a bull argument; However, if the futures trade below USD 21,750 before making a new high then we are potentially in a more complex corrective phase, targeting the USD 19,757 support. Technically bullish with price above all key moving averages, suggesting we could soon be entering into another bull phase.

Cal 23

The technical remains bullish and in trend having held downside support but price remains in a consolidation phase based on the flat moving averages. Upside moves that create a new high have the potential to create a negative divergence; likewise, downside moves below USD 15,650 will warn that support levels could be tested.

Supramax Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	17,461	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (10)
- Stochastic is oversold
- Price is below all key moving averages supported by the RSI below 50, leading the index in a bearish trading environment.
- Upside moves that fail at or below USD 24,459 remain vulnerable to further tests to the downside, above this level the futures will target the USD 28,076 resistance.
- Upside moves that close above USD 18,078 will indicate that momentum is improving based on price.
- Momentum remains bearish with the RSI making a new low indicating we are no longer in divergence; However, the RSI is now at long term support dating back to late 2,019 early 2,020. Not a buy signal the momentum support is warning the technical could be overextended.

Supramax March 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	22,650	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (51)
- Stochastic is below 50
- The futures have rolled into March meaning we have a disparity gap on the technical. Price is above the 8-21 period EMA's with the RSI now neutral at 50.
- Price is finding resistance at the 55-period MA; corrective moves lower that hold at or above the USD 20,030 level will support a bull argument, below this level the daily technical has a neutral bias.
- Upside moves that close above the 55-period average (USD 23,105) will warn that the USD 24,250 fractal resistance could be tested. If we trade above this level the technical is bullish.
- The RSI at 50 is neutral whilst the stochastic is currently at 44, due the strong upside move on the role we could see it move into overbought in the next couple of days. If this happens and the RSI is still around the 50 level, then momentum is vulnerable to a corrective pullback as the futures are USD 5,189 above the index. Although we appreciate there is a time factor here, the ratio at 1.2972 is looking a little overextended, if the index does not turn in the next few days we have the potential to see a corrective pullback

Supramax Q2 22



	Support	Resistance	Current Price	Bull	Bear
S1	21,750	R1	24,625	RSI above 50	Stochastic overbought
S2	20,937	R2	24,989		
S3	19,757	R3	26,310		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21-period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- Price is above all key moving averages supported by the RSI above 50 with the futures making higher lows and higher highs.
- The corrective moves lower has held above the USD 19,757 level, supporting a bull argument, below this level the futures have a neutral bias, whilst below USD 17,250 the technical is bearish.
- Upside moves above the USD 24,625 fractal resistance will target USD will be 24,990 and USD 26,310 resistance levels.
- The futures produced a three-wave corrective phase with prices now moving higher, supporting a bull argument and warns that upside resistance level could be tested. However, if we trade below USD 21,750 before trading to a new high then the futures are potentially in a more complex corrective phase, suggesting the USD 19,757 support could be tested.
- Technically bullish the futures are potentially about to leave the corrective phase.

Supramax Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	15,651	R1	16,313	RSI above 50	
S2	15,412	R2	16,864		
S3	15,088	R3	17,559		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50 (57)
- Stochastic is oversold
- The futures have been in a consolidation phase for the last couple of weeks with price moving sideways. We continue to trade above the 8-21 period EMA's supported by the RSI above 50
- Downside moves that hold at or above USD 15,088 will support a bull argument, below this level the technical will have a neutral bias to it
- Upside moves that trade above USD 16,450 will target the USD 16,864 and USD 17,559 resistance levels. However, we do have the potential to create a negative divergence with RSI on a new high; not a sell signal it would be a warning that we have the potential to see a momentum slowdown.
- The futures remain technically bullish and in trend based on price, however the EMA's are now flat indicating the trend is starting to weaken. Downside moves that trade below USD 15,650 will indicate that the futures remain in a corrective phase targeting the downside support levels.

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