



Supramax Technical Report

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Synopsis

Index

Having closed above the USD 17,467 level momentum is now bullish based on price, however the technical itself remains bearish below USD 24,397 and neutral above, only above USD 28,076 will it be bullish. Corrective moves lower that hold at or above the USD 19,903 will support a bull argument, below this level the futures will target the USD 17,273 low. There is a bearish hidden divergence in play, this is not a sell signal as they can and do fail but it will need to be monitored.

March 22

Technically bullish and in trend supported by the RSI above 50. Intraday Elliott wave analysis would suggest that downside moves should be considered as countertrend at this point. Intraday momentum indicators have produced a minor negative divergence, warning we could potentially see a momentum slowdown. Having traded to a high of USD 29,500 the futures are USD 1,250 off their high with price now down USD 175 on the day, if price stays like this then we will have a bearish rejection candle in play. Technically bullish there are warning signs that we could soon enter a corrective phase.

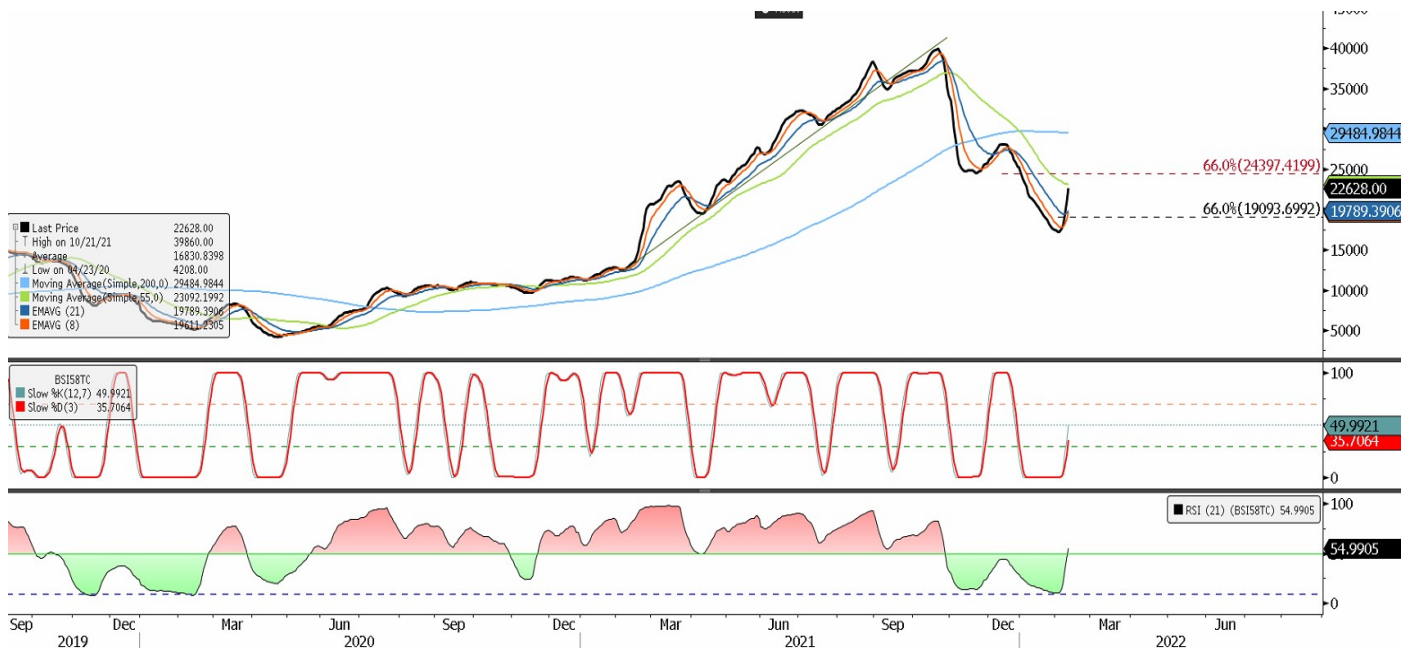
Q2 22

A mean reversion gap has formed with the 21-period RSI, resulting in the futures entering a corrective phase, a close below USD 27,400 will be below the low of the high candle, warning there could be further downside in this move. Key support is at USD 24,248, corrective moves lower that hold at or above this level will support a bull argument, below this level the technical will have a neutral bias. Our intraday Elliott wave analysis would suggest that this downside moves should be considered as countertrend, as the intraday cycle would imply this is a corrective wave 4 of the move that started on the 19/01/22.

Cal 23

The trend remains technically bullish but vulnerable to a corrective phase, suggesting support levels could be tested. Our intraday wave analysis would suggest that this downside move could be countertrend with the key level to follow USD 16,321. Downside moves that hold above this level will support a bull argument, below this level the technical has a neutral bias. The divergence is minimal at best, any significant upside moves from here will open the possibility that we are seeing a wave extension.

Supramax Index



	Support	Resistance	Current Price	Bull	Bear
S1	20,582	R1	22,628	RSI above 50	
S2	19,950	R2			
S3	19,093	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (54)
- Stochastic is below 50
- The upside move above the USD 17,467 level indicated that momentum was improving based on price, resulting in the futures trading up to USD 22,628. Price is above the 8-21 period EMA's supported by the RSI above 50.
- Upside moves that fail at or below the USD 24,397 level will remain vulnerable to further tests to the downside, above this level the technical will have a neutral bias, only above USD 28,076 is the index bullish. Likewise, downside moves that hold at or above the USD 19,093 will support a bull argument, below this level the index will target the USD 17,273 low.
- A close below USD 18,865 will indicate that momentum is weakening based on price, this number could jump significantly higher based on the last two bull days.
- Technically bearish based on price, momentum is currently to the buyside. One note of caution that will need to be monitored, the RSI has made a higher high, but the index has not, this is known as a bearish hidden divergence, it is not a sell signal as they can and do fail.

Supramax March 22



	Support	Resistance	Current Price	Bull	Bear
S1	26,826	R1	28,250	RSI above 50	Stochastic overbought
S2	26,000	R2			
S3	24,880	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (63)
- Stochastic is overbought
- Technically bullish last week we had reservations over regarding the USD 7,000 carry over the index, noting that if we did not see a strong move in the index the futures would need to correct. The index has since moved USD 5,000 higher supporting the bullish technical. Price is above all key moving averages supported by the RSI above 50.
- Corrective moves lower that hold at or above the USD 24,880 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 22,900 is the technical bearish.
- As noted on the morning technical the intraday futures are starting to show a minor negative divergence, warning we have the potential to soon enter a corrective phase. Having traded to a high of USD 29,500 on the open the futures are currently at USD 28,300, down USD 175 on the day. If price stays around these levels we will have a bearish rejection candle in play, warning we could soon enter a technical pullback.
- Technically bullish with downside moves considered as countertrend based on our intraday Elliott wave analysis, the futures are looking vulnerable to a technical pullback based on the current price.

Supramax Q2 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,875	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 (60)
- Stochastic is overbought
- As noted on the last report the futures were technically bullish with price now targeting the USD 26,171 and USD 27,750 resistance levels. The futures traded to a high of USD 28,875 but have now entered a corrective phase. Price remains above all key moving averages supported by the RSI above 50.
- The upside move resulted in price trading 20.85% above the 21-period EMA, indicating a mean reversion gap has formed, resulting in the technical pullback.
- Corrective moves lower that hold at or above the USD 24,248 level will support a bull argument, below this level the technical will have a neutral bias.
- The intraday Elliott wave cycle looks to be on an extended wave-3 of 3, meaning downside moves should be considered as countertrend.
- Technically bullish, the futures are currently trading below the yesterday's low (USD 27,400), if we close below this level then we could see lower pricing tomorrow, as we will have closed below the low of the high candle with a mean reversion gap in play.

Supramax Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	16,870	R1	17,625	RSI above 50	Stochastic overbought
S2	16,637	R2	18,091		
S3	16,321	R3	18,754		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50 (67)
- Stochastic is overbought
- As noted on the last report, upside moves that trade above the USD 16,450 level will target the USD 16,725 high, the futures traded up to our USD 17,625 resistance level. Price is above all key moving averages supported by the RSI above 50.
- The futures are currently holding resistance with price now trading below the opening level, warning we could be about to enter a corrective phase. Downside moves that hold at or above the USD 16,321 level will support a bull argument, below this level the technical will have a neutral bias.
- Intraday Elliott wave is warning that we have the potential for another test to the upside, if this is the case and the move is significant then it would open the possibility of a wave extension. The current divergence with the RSI is marginal at best.
- Technically bullish we are seeing a weakening on the intraday suggesting support levels could be tested.

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