



Supramax Technical Report

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Index

Technically bearish last week with momentum to the buy side, a close below USD 30,709 resulted in the momentum based on price becoming aligned to the sell side. Downside moves that close below the USD 26,931 fractal support will target the USD 22,744 level. Upside moves above USD 31,168 will take the technical into bull territory with a near-term upside target at USD 33,366. Technically bearish with support levels looking vulnerable.

July 22

We highlighted on the last report that the recent bull phase is potentially part of a larger bearish move. The futures traded below USD 30,750 support resulting in price trading down to and below our near-term target at USD 28,250. Key support is now at USD 26,750 (recent low USD 27,000), if broken it will warn that there is the potential for further downside within this trend. Upside moves that fail at or below USD 29,721 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Technically bearish, we now need to break the USD 26,750 fractal to signal downside continuation.

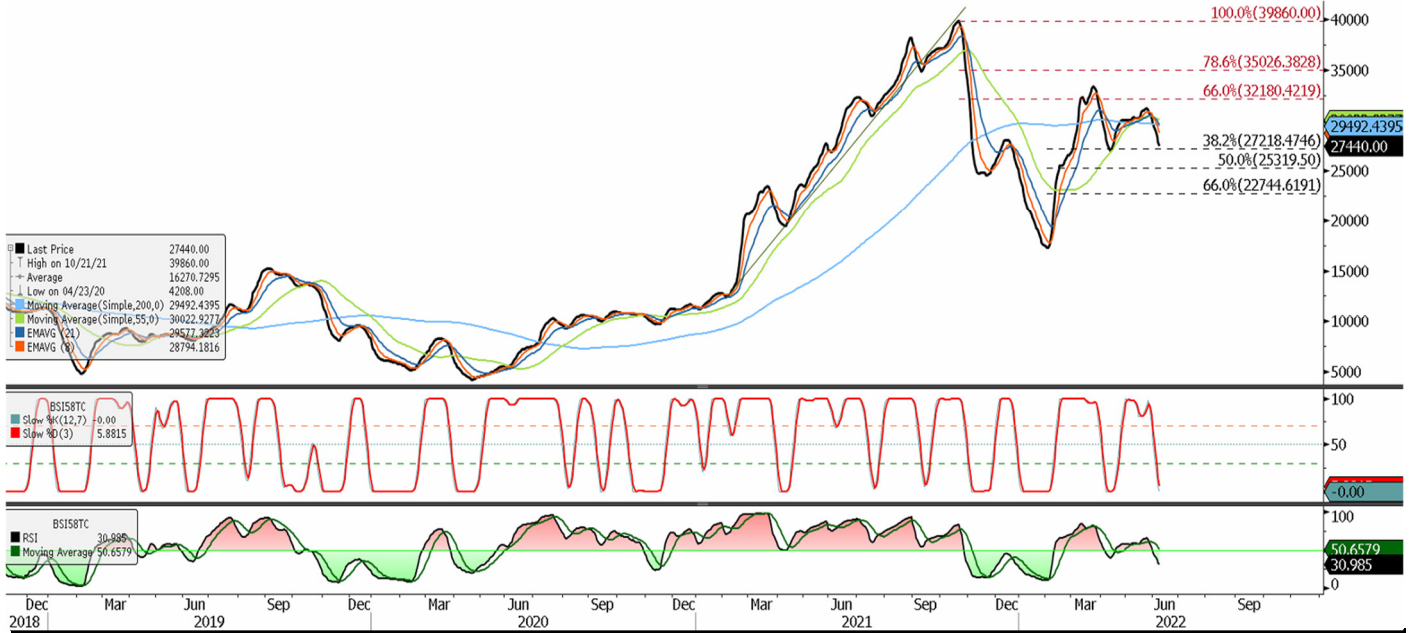
Q3 22

We highlighted on the last report that the 3-peak pattern and the negative divergence had warned that the trend was potentially exhausting, resulting in the futures moving USD 3,250 lower. The trend is technically bearish having broken fractal support; however, we are seeing light buying support in the market at this point. Price is below all key moving averages with the RSI below 50, upside moves that fail at or below USD 29,142 will leave the futures vulnerable to further tests to the downside, above this level the futures will have a neutral bias. Technically bearish, downside moves below USD 26,750 will target the USD 25,400 and USD 23,750 fractal support levels.

Cal 23

On the last report we had expectations that the futures still had a bullish Elliott wave 5 to the upside, meaning we were running our support levels based off the USD 15,250 low. However, based on the front month cycle we have revised this view. The break in the USD 17,150 fractal support means we now have a bearish bias. Upside moves that fail at or below USD 17,385 will leave the futures vulnerable to further tests to the downside, above this level the technical has a neutral bias. Technically bearish, a neutral RSI and oversold stochastic are warning we have the potential for further tests to the upside, if the RSI fails to hold above 50 then the oversold stochastic is less relevant.

Supramax Index



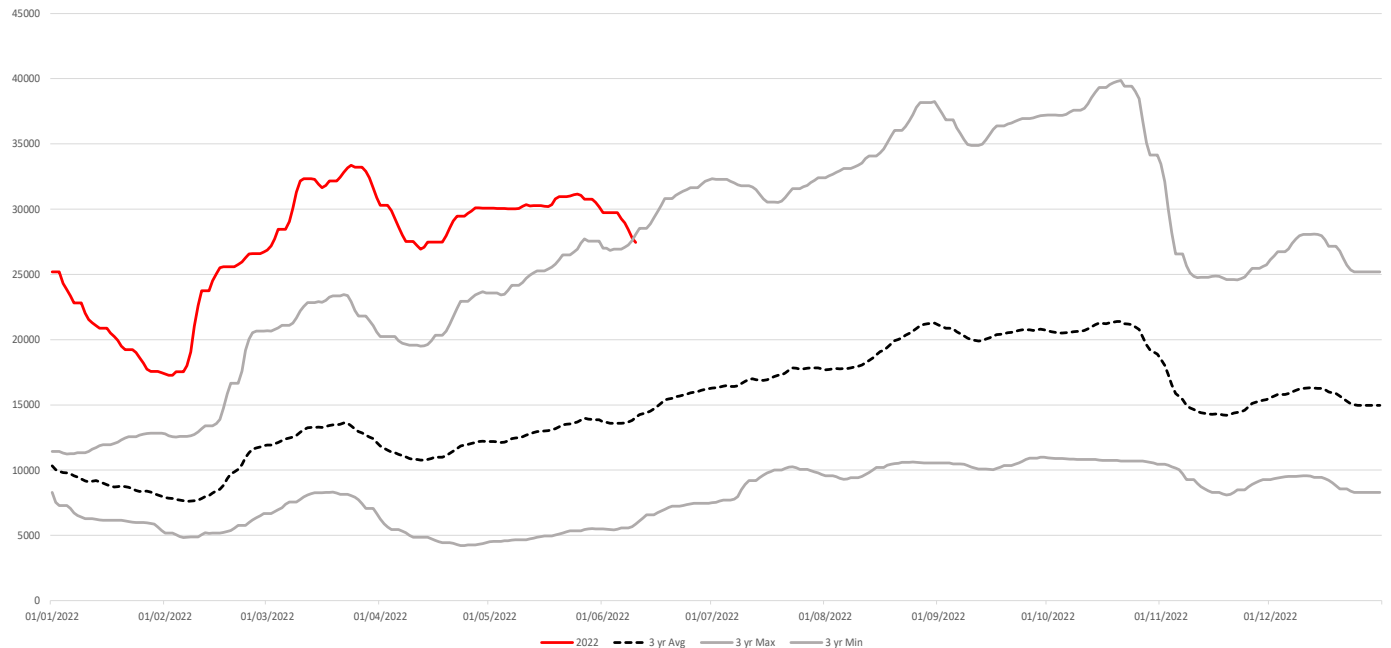
	Support	Resistance	Current Price	Bull	Bear
S1	27,218	R1	31,163	Stochastic oversold	RSI below 50
S2	25,319	R2	32,180		
S3	22,744	R3	3,5026		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (30)
- Stochastic is oversold
- The index closed below USD 30,709 indicating momentum was weakening based on price, resulting in the index moving below all key moving averages, supported by an RSI that is now below 50.
- Price is now testing the USD 27,218 – USD 26,931 support zone, below USD 26,931 the index will target the USD 22,744 support. Corrective moves lower that hold at or above USD 22,744 will support a longer-term bull argument, below this level we target the USD 17,237 low.
- Upside moves above USD 31,168 will crate a higher high in the market, at this point the technical is bullish with a near-term upside target at USD 33,366
- Technically bearish with the support zone looking vulnerable.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax July 22 (1 Month forward)



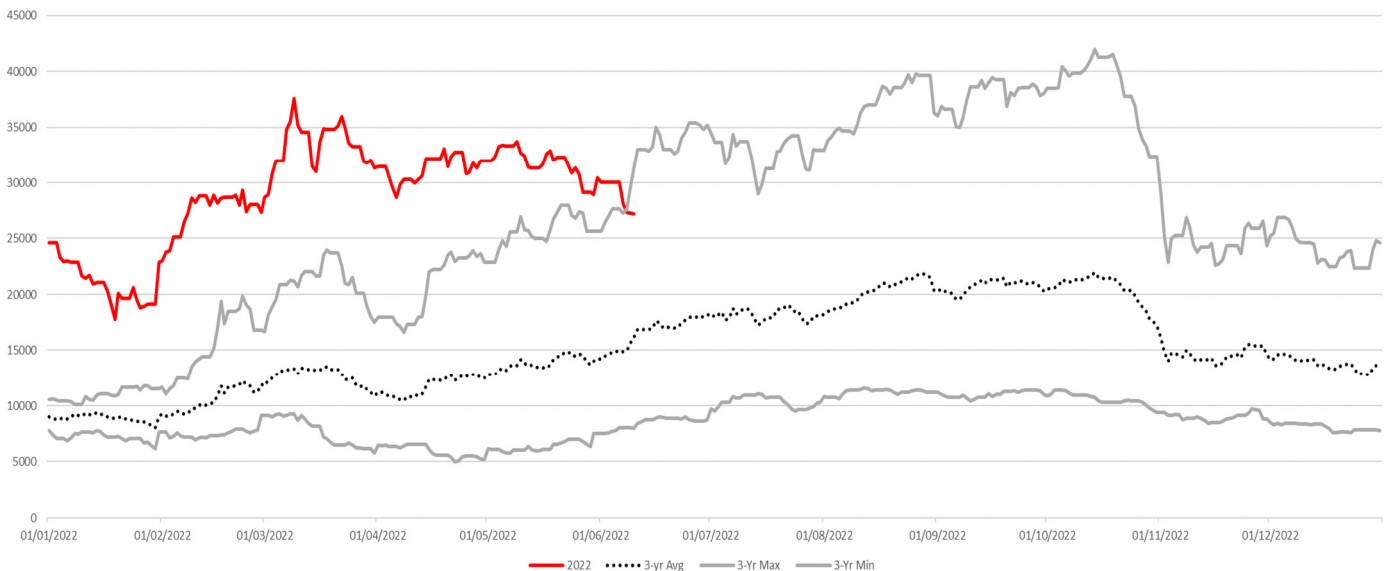
Support		Resistance		Current Price	Bull	Bear
S1	26,750	R1	28,575	28,250	Stochastic oversold	RSI Below 50
S2	25,625	R2	29,061			
S3	24,241	R3	29,721			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- As noted on the last report the Elliott wave cycle suggested the upside move this year looked to be countertrend, suggesting the futures would trade against the seasonality charts. We noted that downside moves below the USD 30,750 level would target the USD 28,250 fractal support, which has been the case, resulting in the futures trading to a low of USD 27,000. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 29,721 will leave the futures vulnerable to further tests to the downside, above this level the technical has a neutral bias. Only above USD 30,750 is the technical bullish.
- Key support is at USD 26,750, this has held in the near-term; however, downside moves below this level will warn that the longer-term technical is leaning to the downside, implying there is further weakness ahead.

Supramax Rolling Front month 3-year Seasonality Avg/Max/Min



Supramax Q3 22

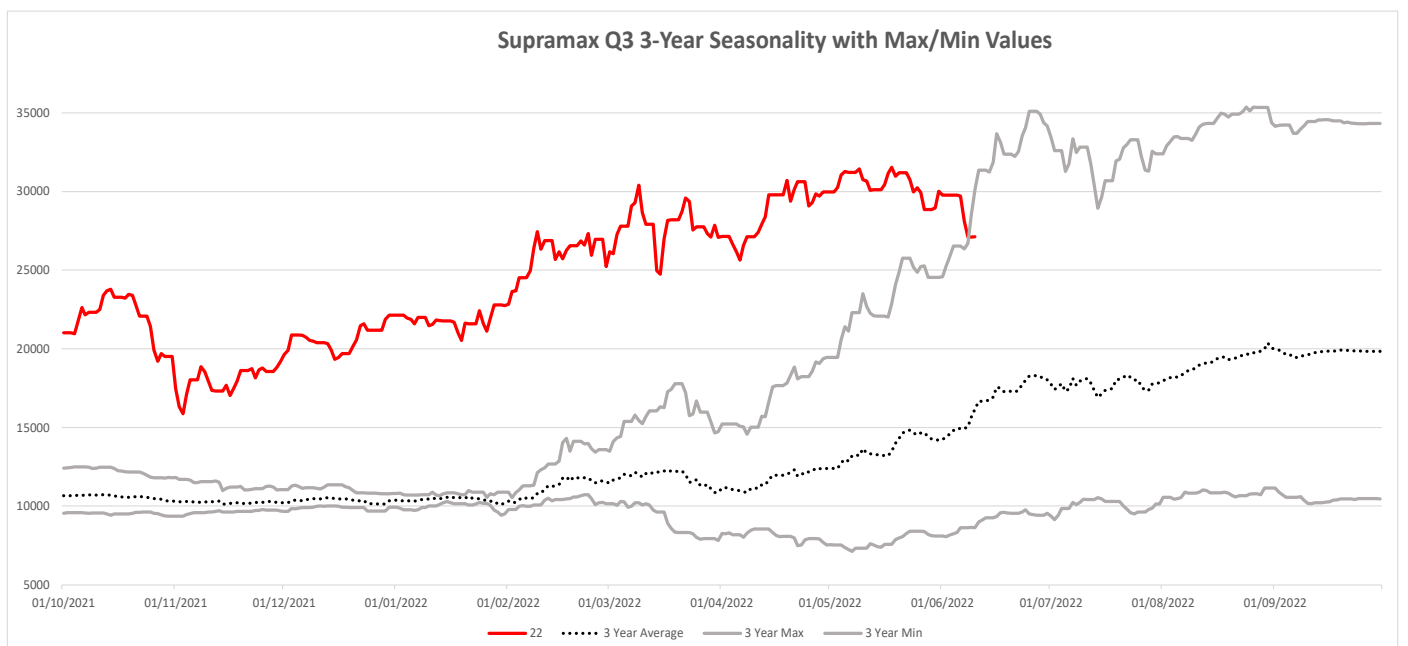


	Support	Resistance	Current Price	Bull	Bear
S1	26,075	R1	27,875	Stochastic oversold	RSI below 50
S2	24,914	R2			
S3	23,925	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is above 50 (52)
- Stochastic is above 50
- On the last report we highlighted the 3-peak pattern alongside the negative divergence that warned the futures had the potential to roll over soon. The futures did move USD 3,250 lower before finding buying support. The futures are below all key moving averages supported by the RSI below 50.
- The futures have now broken fractal support meaning the technical is bearish. Upside moves that fail at or below USD 29,142 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 30,375 is the technical bullish.
- Downside moves below USD below the USD 25,400 fractal support will warn of further technical weakness, warning the USD 23,750 level could come under pressure
- Technically bearish with key resistance at USD 29,142.



Supramax Cal 23



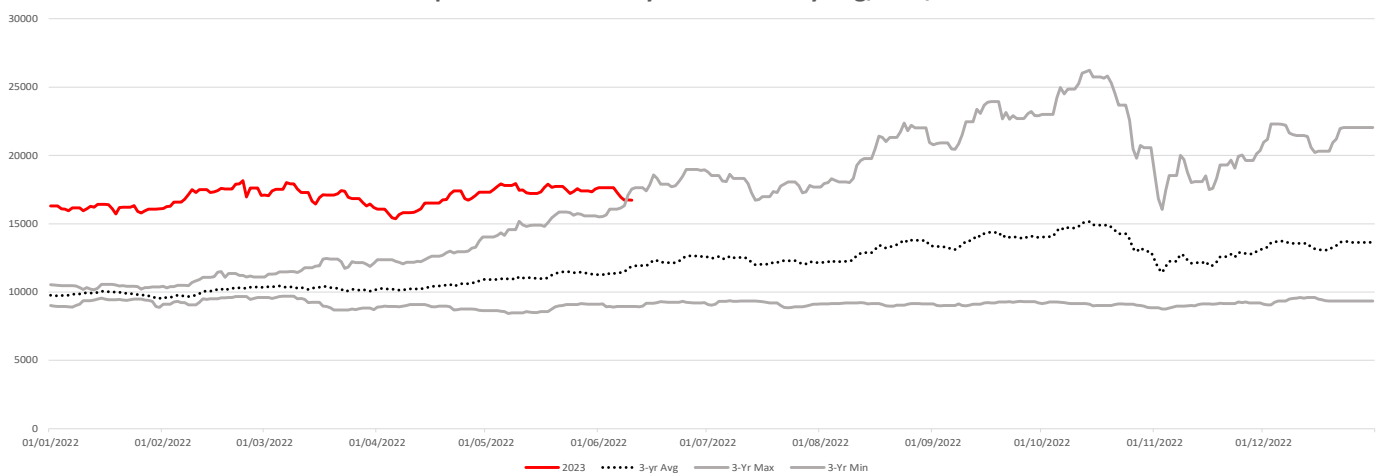
	Support	Resistance	Current Price	Bull	Bear
S1	16,582	R1	17,175	RSI at 50	
S2	16,375	R2			
S3	16,268	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is oversold
- Technically bullish but in a corrective phase last time the futures traded to a low of USD 16,700 before finding buying support today. Price has broken a fractal support which in theory makes the trend bearish. However, we were running our Fibonacci levels from the USD 15,250 low, as the futures had failed previously to trade above USD 15,200 high. With the wave cycle on the front end of the curve looking like the upside move is part of a larger corrective cycle we are going to follow the fractal break and call the trend bearish; price is between the 8-21 EMA's with the RSI now neutral at 50.
- Upside moves that fail at or below USD 17,385 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 17,725 is it bullish.
- Technically bearish, the RSI is neutral at 50 with the stochastic in oversold territory, if the RSI moves above 50 then momentum is vulnerable to further tests to the upside; however, if the RSI fails, the oversold stochastic is less relevant.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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