

# FIS FFA Options Report

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## Monday 31st October 2022

### Weekly Options Summary

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Decent week to report on, not as busy as last week but then not all our Christmases can come at once can they?

**CAPE SIZE:** Five trades for us to dissect this week including one with 96 legs.

2H23 18/28 collar trades 60dpm, Dec 15k calls traded 60 dpm, both pretty much spot on our valuation. Q2 20k Calls got sold at \$200 390dpm as people looked to sell teenie options to put cash in the bank ahead of the bleak outlook for Q1. Nov 11k Put traded almost \$500 below our valuations, this is surprisingly the only trade which will move our sheets this week. Not too surprising however given that we raised this vol to the heights of Peter Crouch last week at 190vols, giving a 1,646 breakeven. We suggested in our report last week that this was too high and it has been slammed back into line as we lower it back 40vols to 150 Vol.

The 96 legger - Cal23 20/30k call spread vs 12500/10k put spread x12300 VS Cal24 20/30k call spread vs 12500/10k put spread x13200 trades 350 210dpm. I got you all excited but this is actually much more straight forward than it looks. Someone simply rolling their CS vs PS from C23 to C24. This trades only \$90 off our valuation and hence sheets shall remain stable.

**PANAMAX:** Not wanting to be outshone by the Cape market the Pannies took the decisive action that their vol was too high also and gave itself the relative pounding.

Q12 10/15k and 10/14k strangles both got given \$250 to \$350 under last weeks values along with the C23 15k C trading similar levels. On the back of this we lower cal 23 by 7 vols.

The Dec 14/12500 1 by 2 PS traded 45dpm and the Q2 12/22 Collar 30dpm.

One thing to note and keep an eye on now though is that in the Cal 23 the Futures and the Vol are both now down this week, resulting in the break evens getting very cheap. For example the Q2 futures are down from 13,175 to 11,375 AND we have lowered the vol from 64% last week to 59% this week in the same period. The breakevens have now gone from 543 down to only 444. Is this getting low?

**SUPRAMAX:** Only one trade to report for the Supramaxs as they prove to be this weeks Prince Harry, or "SPARE", as they sit on the substitutes bench feeling sorry for themselves. No vol changes!



### Overview

### C

### P

### S

Futures down—Vols down, unusual.

Vols look pretty fair

Cal23 break-evens getting low

YAWN.com

# Capesize — Options Curves

Parameters									
Term	FUTS	S.D.	-0.50	-0.25	-0.10	0.00	0.10	0.25	0.50
Oct 22	17,769	1,791	10.71	8.33	4.76	160.00	-2.38	-3.57	-2.75
Nov 22	11,375	1,075	9.90	7.70	4.40	150.00	-2.20	-3.30	-3.30
Dec 22	10,675	941	9.00	7.00	4.00	140.00	-2.00	-3.00	-3.50
Jan 23	7,250	617	7.20	5.60	3.20	135.00	-1.60	-2.40	-2.80
Q1 23	5,950	506	7.20	5.60	3.20	135.00	-1.60	-2.40	-2.80
Q2 23	9,950	658	4.32	3.36	1.92	105.00	-1.30	-2.30	-2.60
Cal 23	11,663	698	4.13	3.24	1.98	95.00	-1.38	-2.33	-2.85
Cal 24	12,800	403	2.50	2.00	1.20	50.00	-1.30	-2.30	-3.00

Weekly Trades								
Date	Trade	Price	Delta	Gamma	Theta	Vega	Rho	Epsilon
Thu 27 Oct	Cape Cal23 20/30k call spread vs 12500/10k put	350	0.01	0.00	2	6	352	43.1
Thu 27 Oct	Cape Q1 20k C x6500 trades 200 390dpm	200	0.10	0.04	-5	6	243	-1.3
Wed 26 Oct	Cape Dec 15k C x12k trades 1200 60dpm	1200	0.40	0.07	-36	16	576	-5.3
Wed 26 Oct	Cape Nov 11k P x12750 trades 810 60dpm	810	-0.27	0.08	-60	9	378	-7.8
Mon 24 Oct	Cape 2H23 18/28k CS x16500 trades 2200 60dpm	2200	0.26	0.00	-1	6	-1842	-3.1

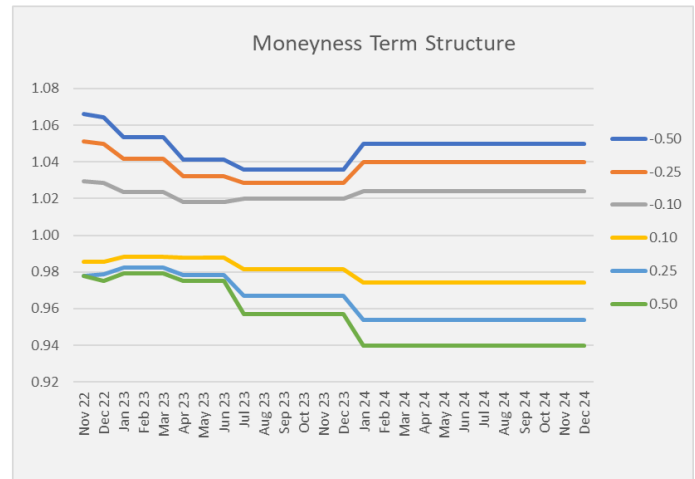
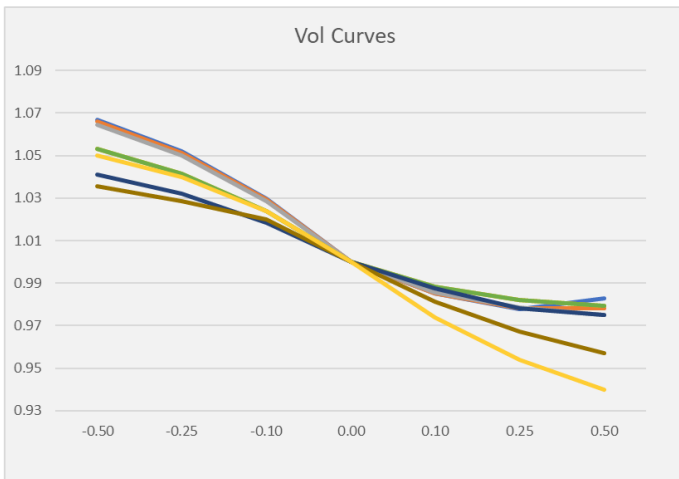
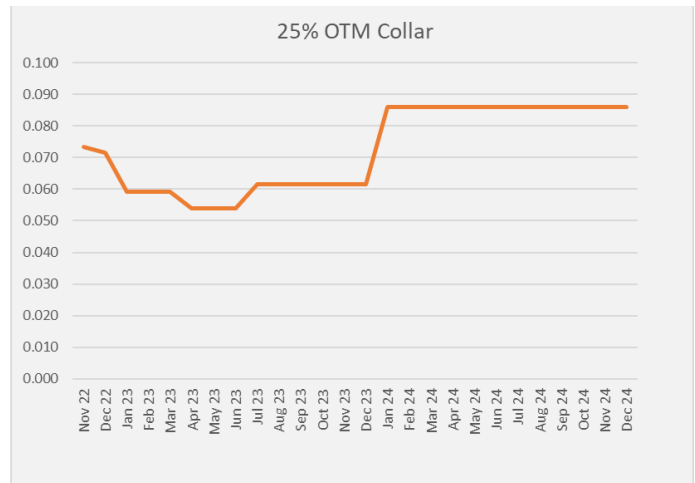
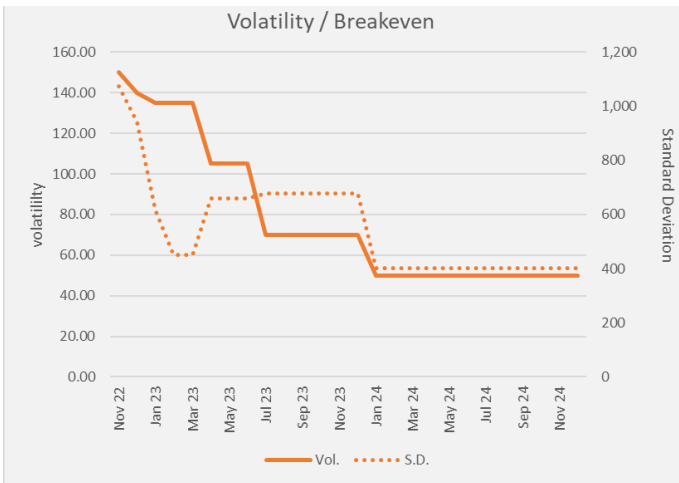


Chart sources: FIS



# Panamax — Options Curves

Parameters									
Term	FUTS	S.D.	-0.50	-0.25	-0.10	0.00	0.10	0.25	0.50
Oct 22	17,700	959	3.60	2.28	1.08	86.00	-0.90	-1.20	-0.90
Nov 22	12,200	646	3.00	1.90	0.90	84.00	-0.75	-1.00	-0.75
Dec 22	11,875	613	3.00	1.90	0.90	82.00	-0.75	-1.00	-0.75
Q4 22	13,925	737	3.20	2.03	0.96	84.00	-0.80	-1.07	-0.80
Q1 23	10,125	434	2.00	1.30	0.65	68.00	-0.50	-0.70	-0.50
Q2 23	11,375	423	1.50	0.98	0.49	59.00	-0.38	-0.53	-0.38
Cal 23	11,225	412	1.44	0.93	0.47	58.25	-0.36	-0.46	-0.29
Cal 24	10,650	315	0.79	0.51	0.26	47.00	-0.20	-0.19	-0.09

Weekly Trades								
Date		Price	Delta	Gamma	Theta	Vega	Rho	Epsilon
Fri 28 Oct	<b>Pmx C23 15k C x11300 trades 850 15dpm</b>	850	0.33	0.07	-6	32	868	-0.9
Fri 28 Oct	<b>Pmx Q12 10/15 Strangle x11,600 trades 1825 30dpm</b>	1825	0.04	0.15	-16	51	1623	-1.1
Fri 28 Oct	<b>Pmx Q12 10/14 Strangle x11,600 trades 2000 30dpm</b>	2000	0.11	0.15	-16	53	1602	-1.1
Tue 25 Oct	<b>Pmx Dec 14/12.5k 1 by 2 PS x14200 trades 100 45dpm</b>	100	-0.35	0.09	-24	18	689	-2.6
Tue 25 Oct	<b>Pmx Q2 12/22k Collar x13000 trades 1425 30dpm</b>	1425	-0.50	0.02	-2	11	-208	-1.0
Tue 25 Oct	<b>Pmx Q12 10/15k Strangle x12150 trades 2000 30dpm</b>	2000	0.13	0.14	-16	54	1697	-1.2

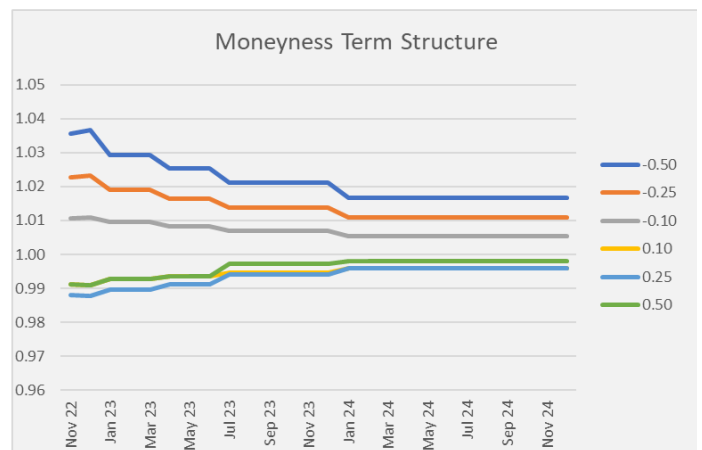
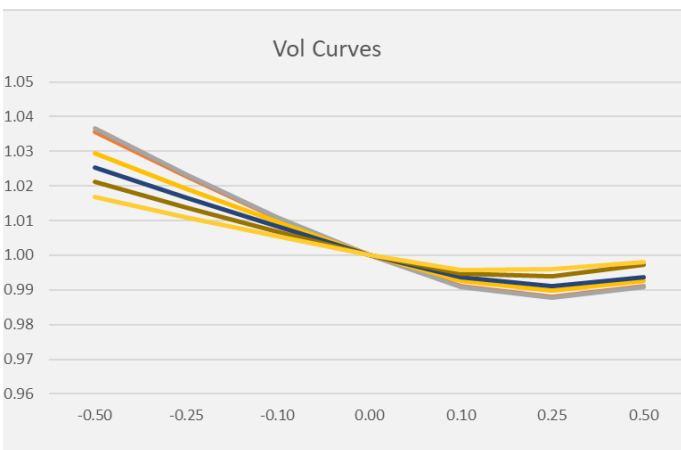
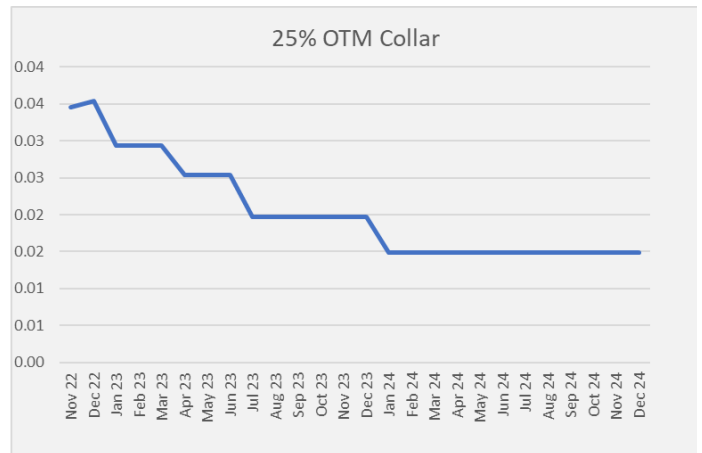
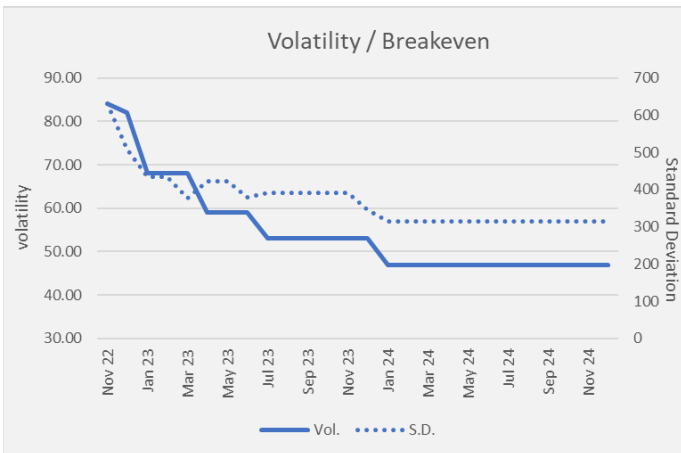


Chart sources: FIS



# Supramax — Options Curves

Parameters									
Term	FUTS	S.D.	-0.50	-0.25	-0.10	0.00	0.10	0.25	0.50
Oct 22	18,200	883	6.50	6.00	3.50	77.00	-3.50	-6.00	-7.00
Nov 22	13,125	628	6.00	5.50	3.00	76.00	-3.00	-5.50	-7.00
Dec 22	12,625	592	6.00	5.50	3.00	74.50	-3.00	-5.50	-6.00
Q4 22	14,663	700	6.17	5.67	3.17	75.83	-3.17	-5.67	-6.67
Q1 23	10,250	431	4.80	4.40	2.40	66.75	-2.40	-4.40	-4.50
Q2 23	11,750	481	3.84	3.52	1.92	65.00	-1.92	-3.52	-3.00
Cal 23	11,375	462	3.70	3.39	1.85	64.44	-1.85	-3.39	-3.08
Cal 24	10,875	349	3.07	2.82	1.54	51.00	-1.54	-2.82	-2.40

Weekly Trades								
Date	Trade	Price	Delta	Gamma	Theta	Vega	Rho	Epsilon
Tue 25 Oct	Smx Nov/Dec 15k P x15750 trades 900 90dpm	900	-0.36	0.12	-29	17	713	-2.4

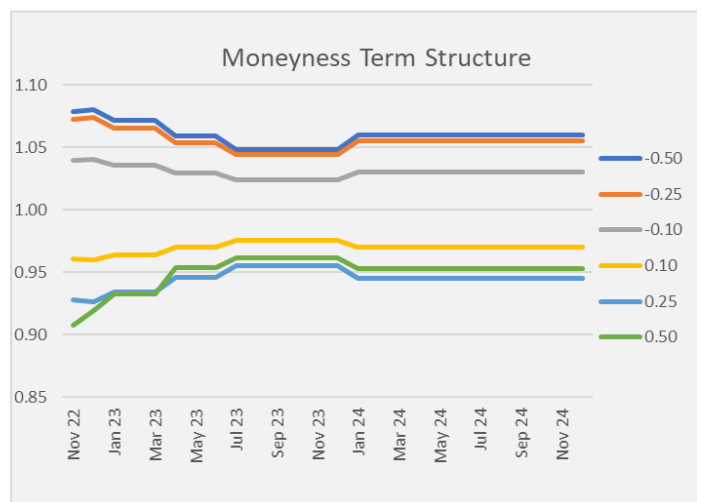
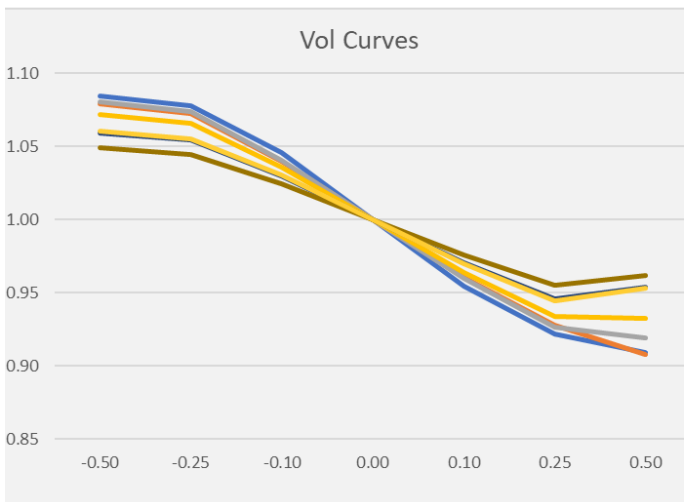
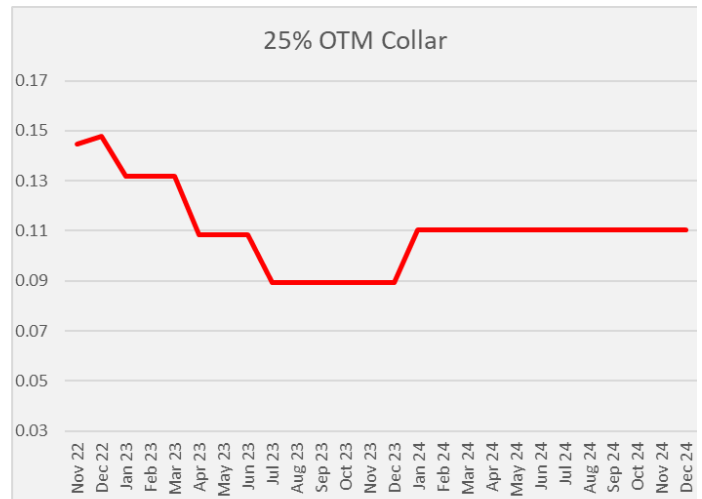
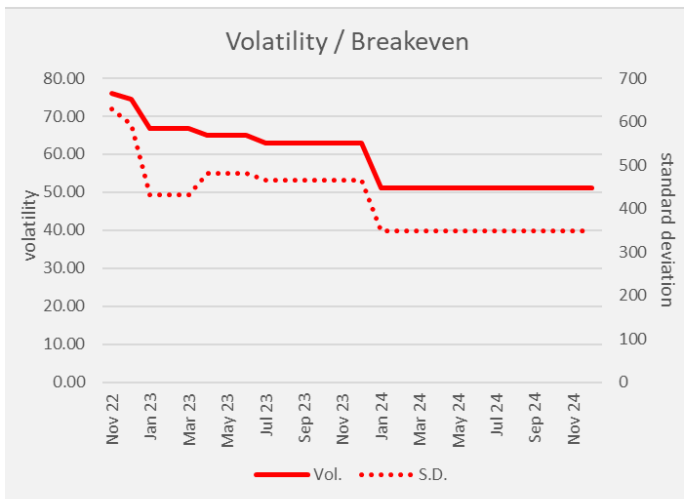


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