



# Supramax Technical Report

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## Index

Technically little has changed in the last week, price is below all key moving averages supported by the RSI below 50. However, The RSI at 12 is just above support and nearing an extreme low whilst moving sideways with momentum based on price is visibly slowing down. Bearish there are warning signs that we could exhaust soon.

## Dec 22

Technically bearish with price on an Elliott wave 5. The futures are in divergence with the RSI, not a buy signal it is a warning that we could see a momentum slowdown. If the wave count is correct then we have achieved the minimum requirement for cycle completion, suggesting caution going forward as the divergence could trigger some short covering here.

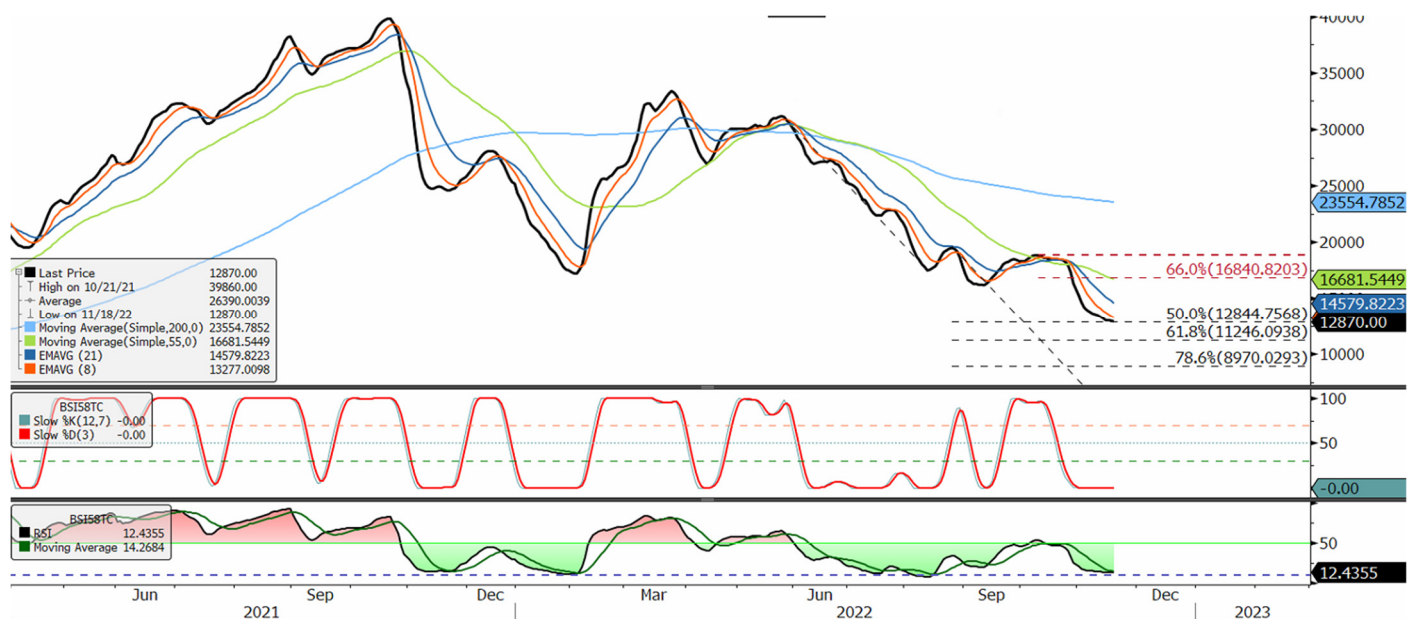
## Q1 23

A cautious bear last week we are now taking a neutral view on the market. Technically we are bearish neutral, the downside move today means we have a minor positive divergence with the RSI, warning we have the potential to see a momentum slowdown. The lack of clarity in the wave cycle means we are asking the question, was the test of the lows on the 31/10 a wave 5 failure.

## Cal 23

Like the Q1 we the technical is bearish neutral; however, we have the same issue regarding wave clarity meaning we are going have a neutral bias for now.

# Supramax Index



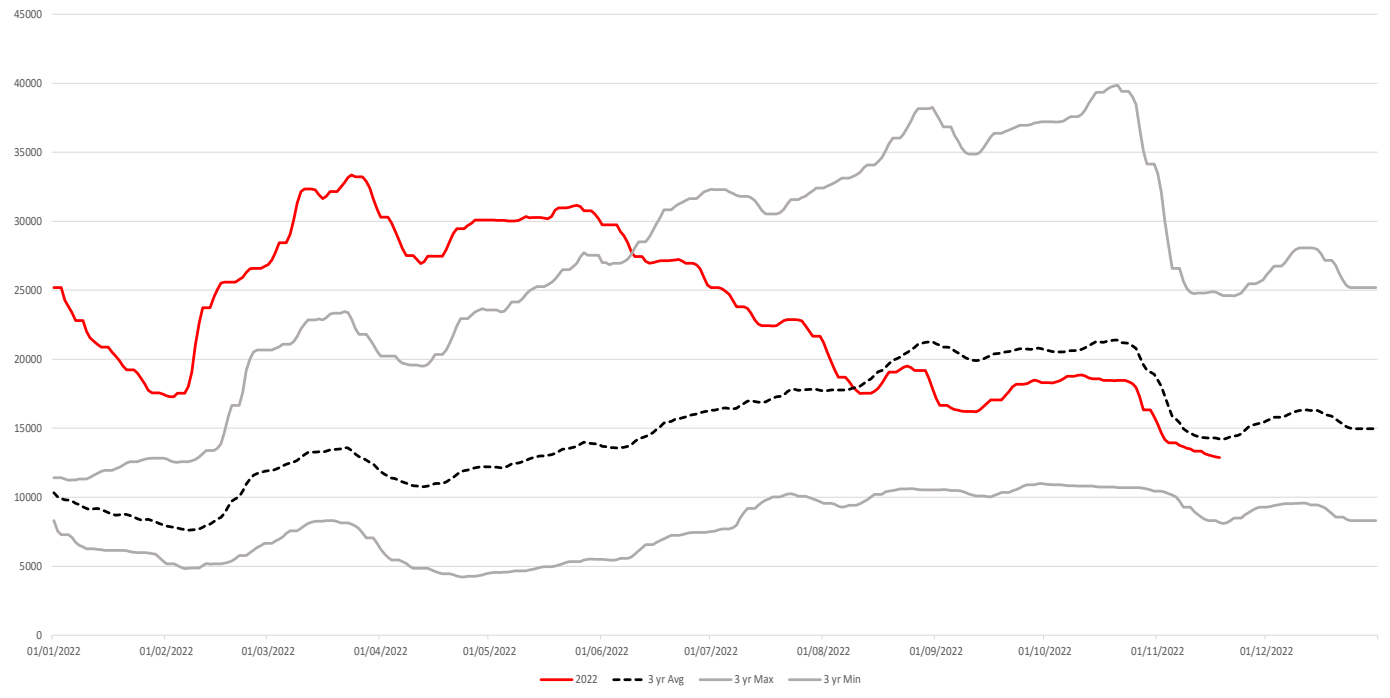
	Support	Resistance	Current Price	Bull	Bear
S1	12,844	R1	16,840	Stochastic oversold	RSI below 50
S2	11,246	R2	16,199		
S3	8,970	R3	18,856		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (12)
- Stochastic is oversold
- We have seen a small move down in the last week with price remaining in a bearish trending environment, supported by the RSI below 50.
- A close above USD 13,046 will warn that momentum based on price is starting to strengthen. Upside moves that fail at or below USD 16,840 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 18,856 is the index bullish.
- Momentum based on price is slowing whilst the RSI at 12 is on support and moving sideways. The technical is bearish but we are seeing warning signs that we could form a base soon. If we look at the seasonality chart, we can now see that we are once again replicating the average values; if we continue to follow this pattern then the index has the potential to turn to the buy-side soon.

## Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax December



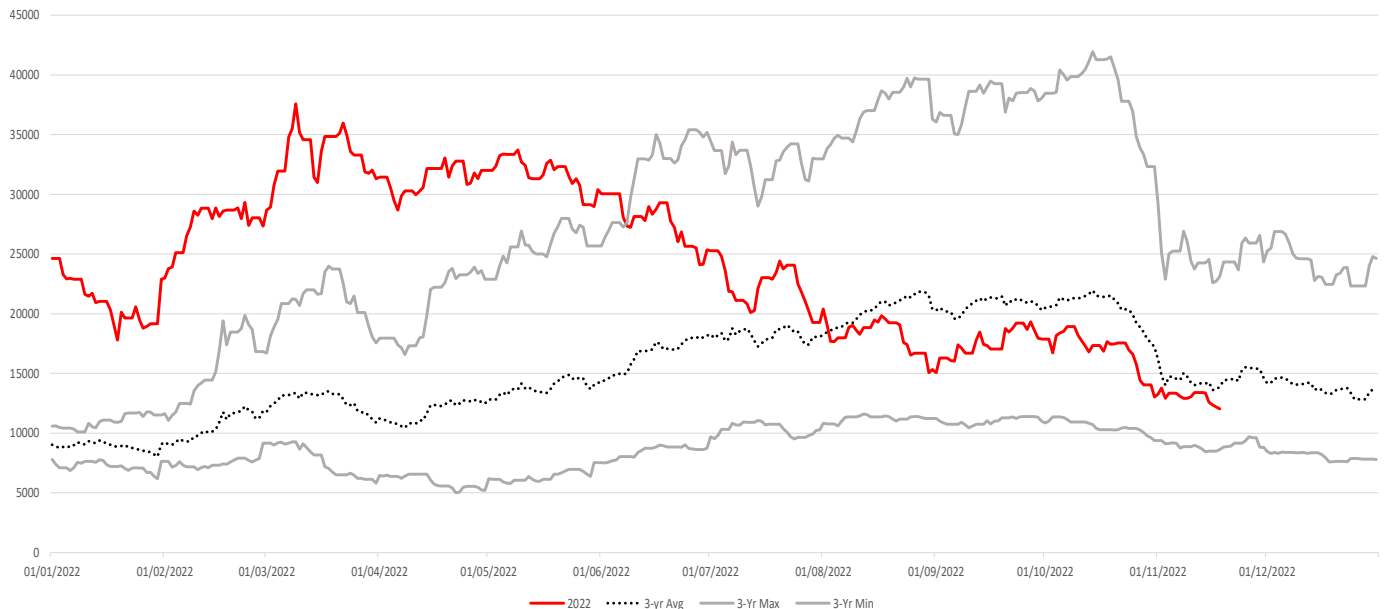
Support		Resistance		Current Price	Bull	Bear
S1	10,408	R1	14,182	12,025	Stochastic oversold	RSI below 50
S2	7,600	R2	14,895			
S3	4,791	R3	15,861			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (33)
- Stochastic is oversold
- Technically bearish with upside moves considered as countertrend on the last report, the futures moved higher, confirmed the countertrend wave 4 before trading to new lows, we are now on a bearish Elliott wave 5. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 15,861 will leave the futures vulnerable to a test to the downside, above this level the technical will have a neutral bias.
- The futures remain technically bearish with price now in divergence with the RSI, the minimum requirement for cycle completion has now been achieved. The divergence is not a buy signal, it is a warning that we have the potential to see a momentum slowdown, suggesting caution going forward as the market has the potential to start covering shorts soon.

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



# Supramax Q1 23

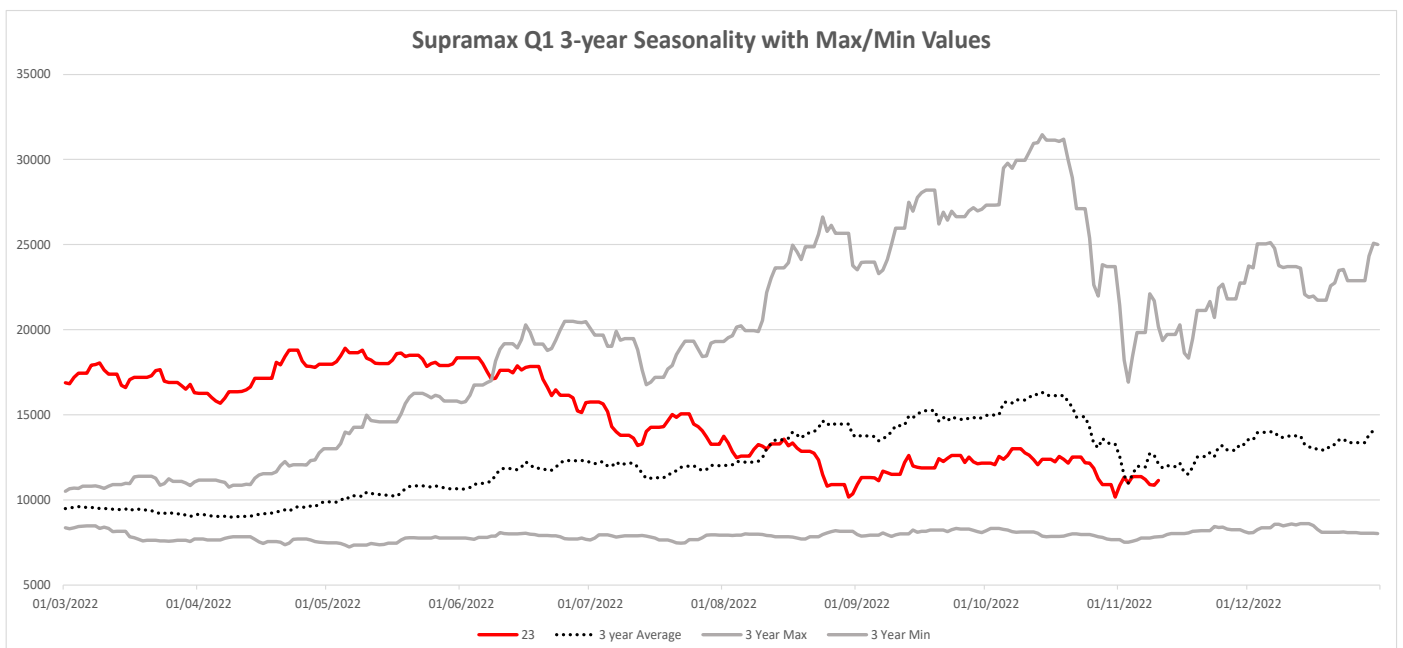


	Support	Resistance	Current Price	Bull	Bear
S1	10,000	R1	12,082		
S2	9,850	R2	12,650		RSI below 50
S3	8,875	R3	13,075		

Source Bloomberg

## Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is below 50 (43)
- Stochastic is below 50
- A cautious bear last week the futures did trade higher to test the USD 12,082 resistance before entering a corrective phase. Price is below all key moving averages supported by the RSI below 50.
- The futures have traded below the USD 12,650 fractal support on today's open, creating a minor positive with the RSI, warning we have the potential to see a momentum slowdown. We are also conscious that the seasonality chart could be coming back into play, which if correct would suggest upside resistance levels could be vulnerable.
- The technical is still bearish but has a neutral bias due to the recent upside move. The downside move on the 31/10 failed to trade below the USD 9,850 low from late August. Upside moves above USD 12,075 will warn that the USD 13,075 fractal high is vulnerable, if its broken it would suggest we have seen a wave 5 failure (truncation). Implying we are following the seasonality average. Technically we are bearish neutral (in theory). However, this wave cycle is no longer clear meaning we will have a neutral bias going forward until we have technical clarity.



# Supramax Cal 23



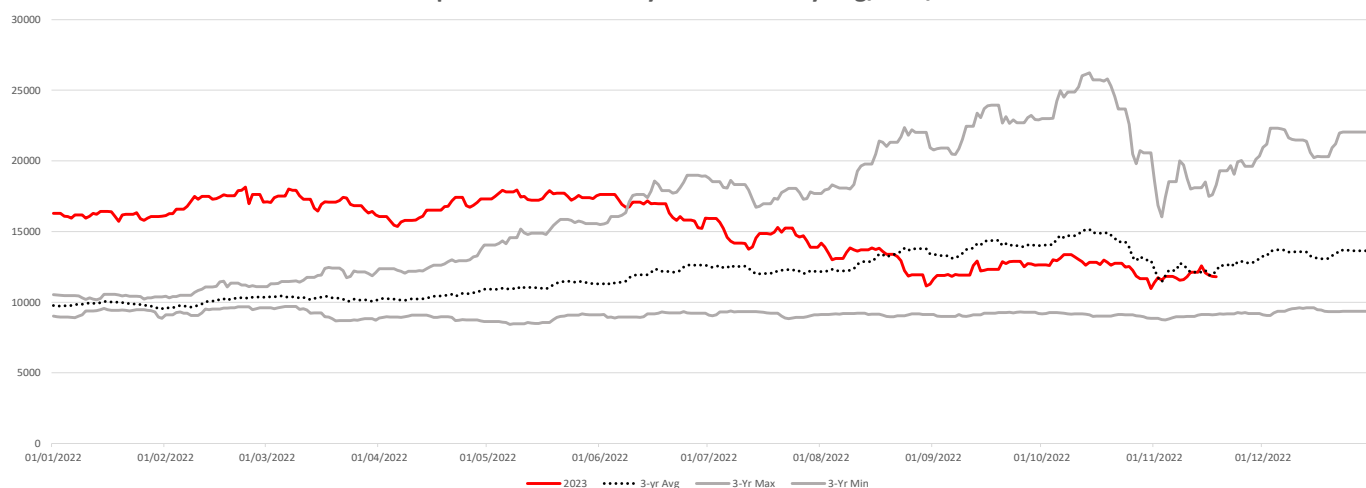
	Support	Resistance	Current Price	Bull	Bear
S1	10,650	R1	12,025		
S2	10,400	R2	12,457		RSI below 50
S3	9,600	R3	12,797		

## Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is below 50 (44)
- Stochastic is at 50
- Technically bearish last week with the futures moving higher in what looked to be a countertrend wave 4. The futures tested the USD 12,797 resistance before moving lower. The technical although bearish now has a neutral bias. Price is below all key moving averages supported by the RSI below 50.
- The futures gapped lower on the open yesterday but closed near the daily high, implying there is buy-side support in the market. However, a bit of Friday apathy in the market has left price unchanged today.
- The technical is bearish neutral, but again, we have a situation where the previous low was within a few dollars of the August low, bringing me back to a potential wave 5 failure. Bearish neutral on technical, like the Q1 we are going to have a neutral bias due to uncertainty in the wave count.

## Supramax Calendar 3-year Seasonality Avg/Max/Min



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