



Supramax Technical Report

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

Index

Momentum was to the buy side last week but price was below all key moving averages and resistance levels, meaning we need to see more from the technical to convince it was truly bullish. The move failed to hold resulting in the index trading to new lows; however, price is now in divergence with the RSI, not a buy signal it does warn that we have the potential to see a momentum slowdown and will need to be monitored. A close above USD 7,529 will warn that resistance levels could be vulnerable.

March 23

We were cautious on the downside moves last week as an intraday divergence warned that we could be exhausting. We were little of mark on this one as the futures continued moving lower. The rolling front month remains bearish with a neutral bias with intraday wave analysis suggesting we still have the potential for another move to the downside, below USD 10,050 the intraday will be back in divergence, suggesting caution on downside breakouts.

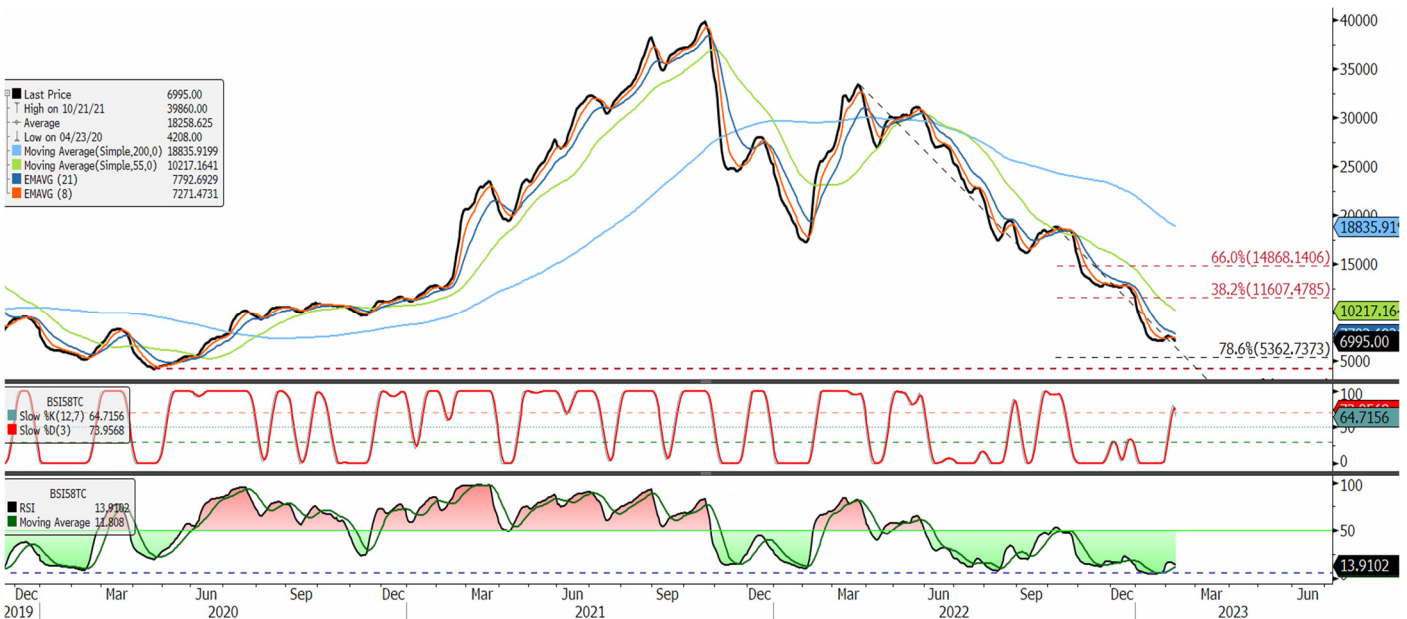
Q2 23

Technically bullish last week with the futures in a corrective phase, we traded below the USD 12,976 and USD 12,500 levels meaning the technical is bearish based on price. The longer-term Elliott wave cycle now has a neutral bias. The RSI is below 50 with its moving average pointing in a downward trajectory, warning that upside resistance levels could hold in the near-term, suggesting the current move higher is potentially a countertrend one.

Cal 24

Technically bullish last week with the downside moves considered as countertrend based on the intraday Elliott wave cycle, the futures have held and found bid support above the 38.2% Fibonacci retracement. Upside moves above USD 13,475 will mean we are on an Elliott wave 5 with a potential upside target as high as USD 14,759; however, a new high will also create a negative divergence with the RSI that will need to be monitored. If we trade below the USD 12,875 before trading to a new high, it will mean we are in a complex corrective wave 4, I.E still in a countertrend move.

Supramax Index



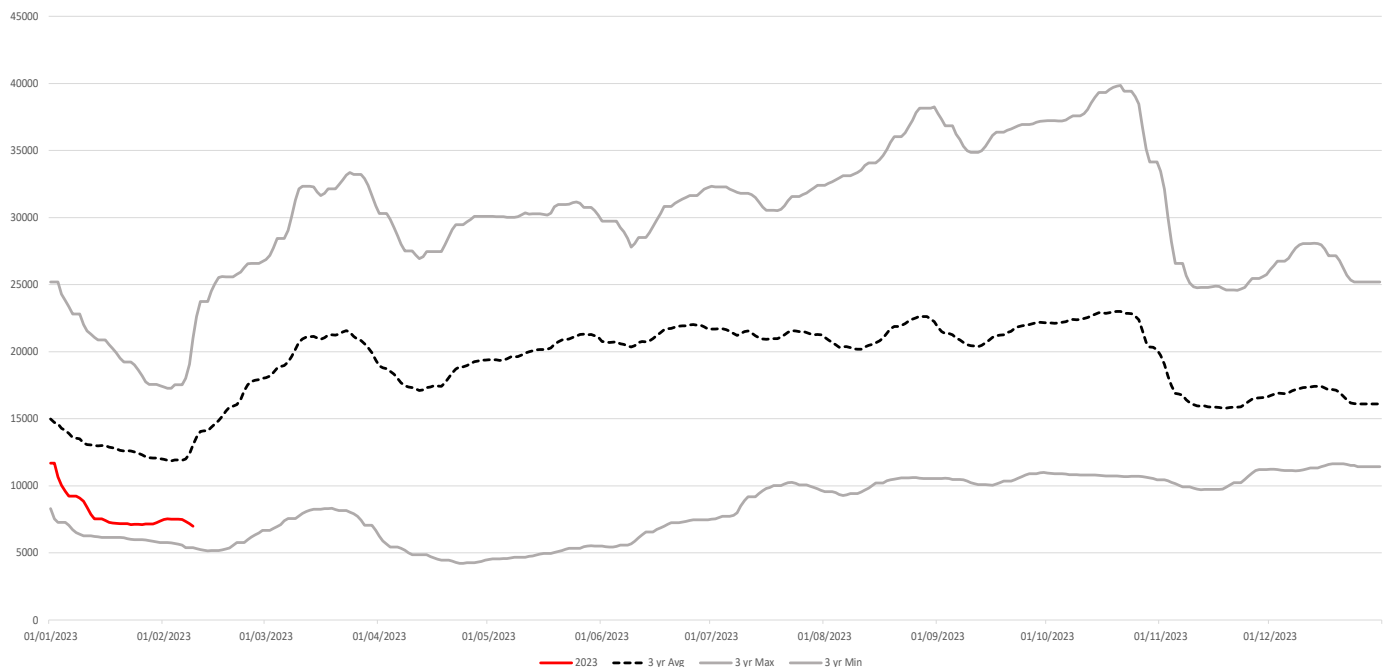
	Support	Resistance	Current Price	Bull	Bear
S1	5,362	R1	11,607		RSI below 50
S2	4,208	R2	12,991		
S3	1,689	R3	14,868		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (13)
- Stochastic is overbought
- The index had seen momentum roll over to the buy side last week, but we remained below key resistance levels and the longer-term moving averages. Buyside momentum was improving but we remained technically bearish and needed to see more to convince that the move is truly bullish. The move failed to hold with price rejecting the EMA resistance, resulting in price trading to new lows.
- Momentum based on price is now aligned to the sell side, a close above USD 7,369 will mean it is aligned to the buy side. Upside moves that fail at or below USD 14,868 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- We remain in a bearish trending environment with price below all key moving averages, However the RSI is now in divergence with price. Not a buy signal it does warn that we have the potential to see a momentum slowdown and will need to be monitored. Upside moves above USD 7,529 will warn that resistance levels are vulnerable.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax March 23



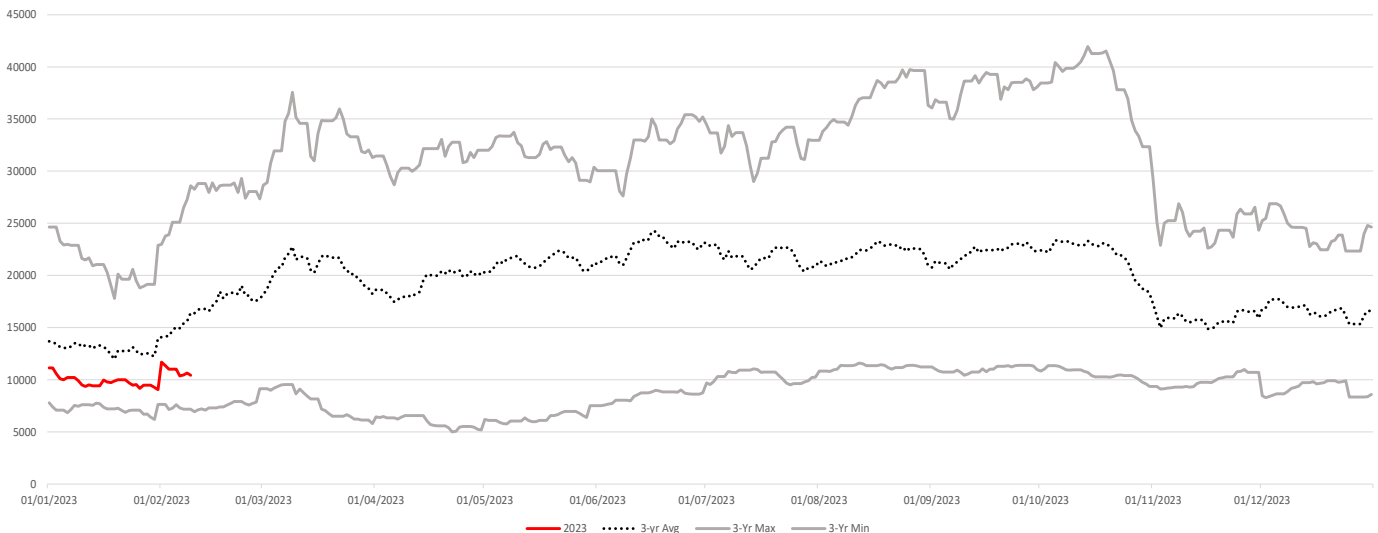
Support		Resistance		Current Price	Bull	Bear
S1	10,050	R1	11,090	10,425		RSI below 50
S2	9,960	R2	11,412			
S3	9,000	R3	11,848			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- The futures continued to move lower last week with the intraday divergence failing, the intraday technical had looked overextended warning caution on downside moves. The move lower means that price is now between the 8-21 period EMA's with the RSI below 50. The technical remains bearish/neutral on the rolling front month.
- Downside moves that hold at or above USD 10,288 will support a bull argument, below this level we target the USD 10,050 fractal support. Likewise, upside moves that fail at or below USD 11,848 will leave the futures vulnerable to further tests to the downside. Only above USD 12,225 is the technical bullish.
- The futures remain bearish with a neutral bias with intraday wave analysis suggesting the recent low at USD 10,050 remains vulnerable; however, below this level it will create intraday divergence with the RSI, warning we have the potential to see the downside move exhaust. Above USD 12,225 will be considered as bullish; however, key resistance on the March outright (non-rolling front month) is at USD 12,775, suggesting this will be the main resistance level to follow.

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



Supramax Q2 23

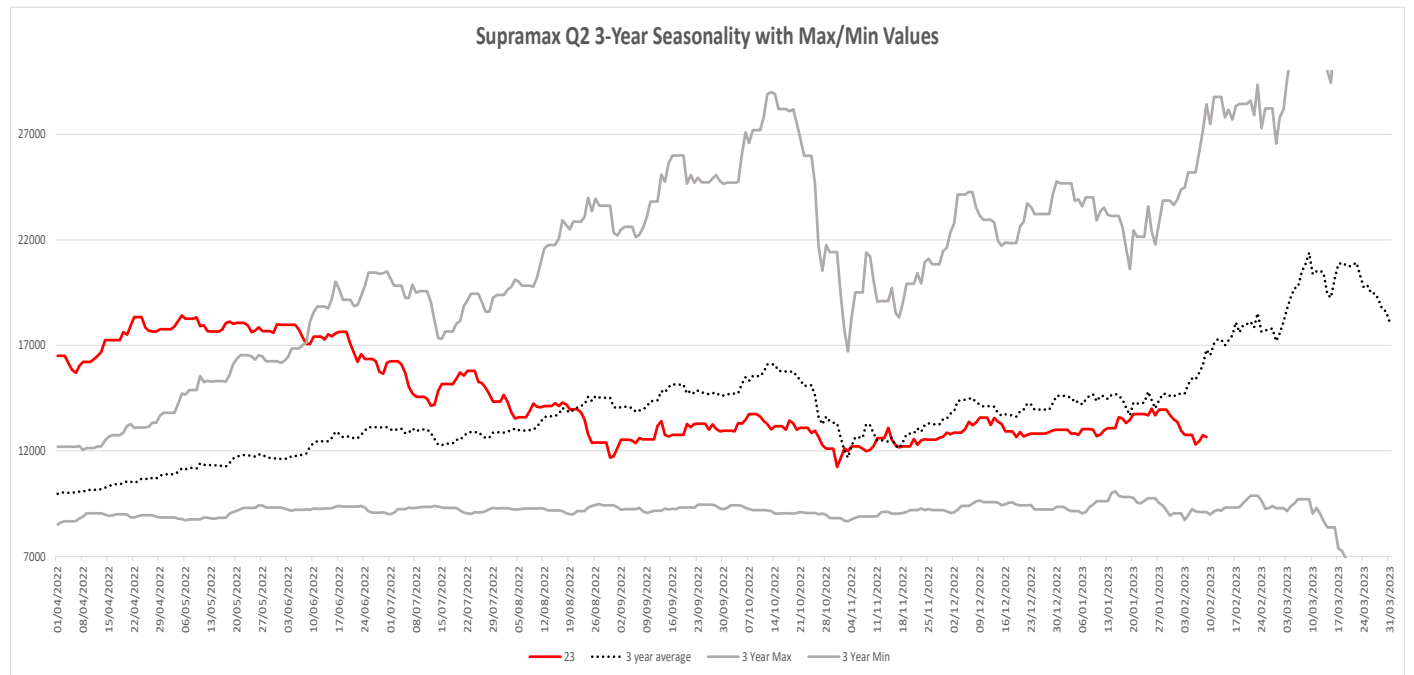


	Support	Resistance	Current Price	Bull	Bear	
S1	12,214	R1	13,000	RSI above 50	Stochastic overbought	
S2	11,900	R2				12,975
S3	11,496	R3				13,319
					13,589	

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is above 50 (56)
- Stochastic is overbought
- Technically bullish but in a corrective phase last week, the futures traded below the USD 12,976 support taking the technical into neutral territory, before trading below the USD 12,500 fractal; the daily technical is now bearish based on price. The futures are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 13,319 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 14,050 is the technical bullish.
- Technically bearish based on price with the longer-term Elliott wave cycle now neutral (based on the rolling front quarter chart). The RSI is below 50 with its moving average (average on the RSI) now pointing in a downward trajectory, warning that upside resistance levels could/should hold in the near-term, implying this upside moves is potentially countertrend.



Supramax Cal 24



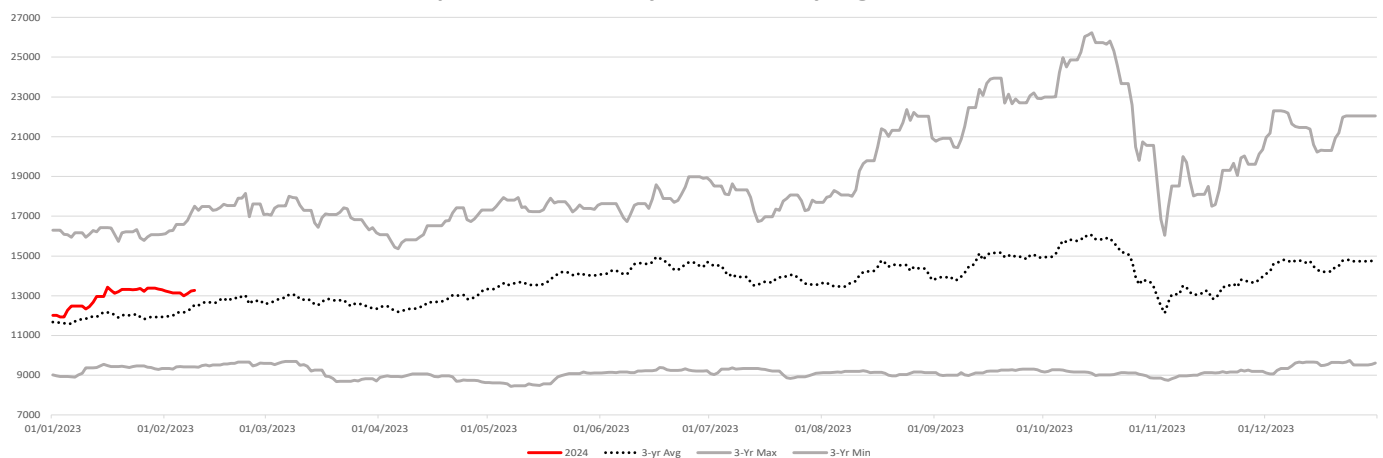
	Support	Resistance	Current Price	Bull	Bear
S1	12,875	R1	13,475	RSI above 50	
S2	12,823	R2	14,040		
S3	12,637	R3	14,400		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (59)
- Stochastic is above 50
- Technically bullish but in a corrective phase last week, intraday Elliott wave analysis continued to suggest that the current downside move was countertrend, the futures moved lower before finding bid support above the USD 12,823 level. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above the USD 12,385 level will support a near-term bull argument, below this level the technical will have a neutral bias. Only below USD 11,850 is the technical bearish. (Unchanged)
- Technically bullish with the futures now moving higher, upside moves above the USD 13,475 high will mean the futures are on a bullish impulse Elliott wave 5. The new high will create a negative divergence with the RSI that will need to be monitored; however, based on the William's approach we will have a potential upside target as high as USD 14,759 for this phase of the cycle. A downside move below USD 12,875 (before the futures trade to a new high) will mean the futures are in a complex corrective wave 4 (countertrend move), making USD 12,835 the key support to follow.

Supramax Calendar 3-year Seasonality Avg/Max/Min



The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com