



Supramax Technical Report

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

Index

The ratio between the index and the rolling front month last week warned we could see a move higher, which has been the case. We are now technically bullish, but price is approaching the 200-period MA at USD 10,476, a close above that holds above this level will further support a bull argument. Likewise, if the average is rejected support levels could be vulnerable. The RSI breakout does suggest that support level should hold if tested in the near-term.

Sep 23

The upside moves last week signalled it was bullish impulse based on it being greater than 161.8% of the previous wave, implying downside moves should be considered as countertrend. The futures have entered a corrective phase with price testing but holding above the USD 10,829 support, meaning we remain in bullish territory, this supports a bull argument. However, the RSI is below its MA at this point, suggesting we need to see price and momentum both moving higher to support a bullish run from here.

Q4 23

Like the September contract, the Q4 was considered as bullish impulse based on the strength of the upside move last week. The futures entered a corrective phase that broke key support, although bullish, we now have a neutral bias as the depth of the pullback, which suggests that the probability of the futures trading to a new high has decreased. The RSI is below its MA, but the MA continues to suggest that momentum is supported whilst the stochastic is nearing oversold territory. If the RSI moves back above its average, it will imply momentum support, warning resistance levels will be vulnerable.

Cal 24

Bullish last week, we now have a neutral bias based on the depth of the pullback. However, the RSI is near neutral with the stochastic in oversold territory, if the RSI moves above and holds above the 50-level then momentum will warn that we are vulnerable to a move higher. Likewise, failure to hold above 50 will leave the USD 10,650 fractal support vulnerable.

Supramax Index



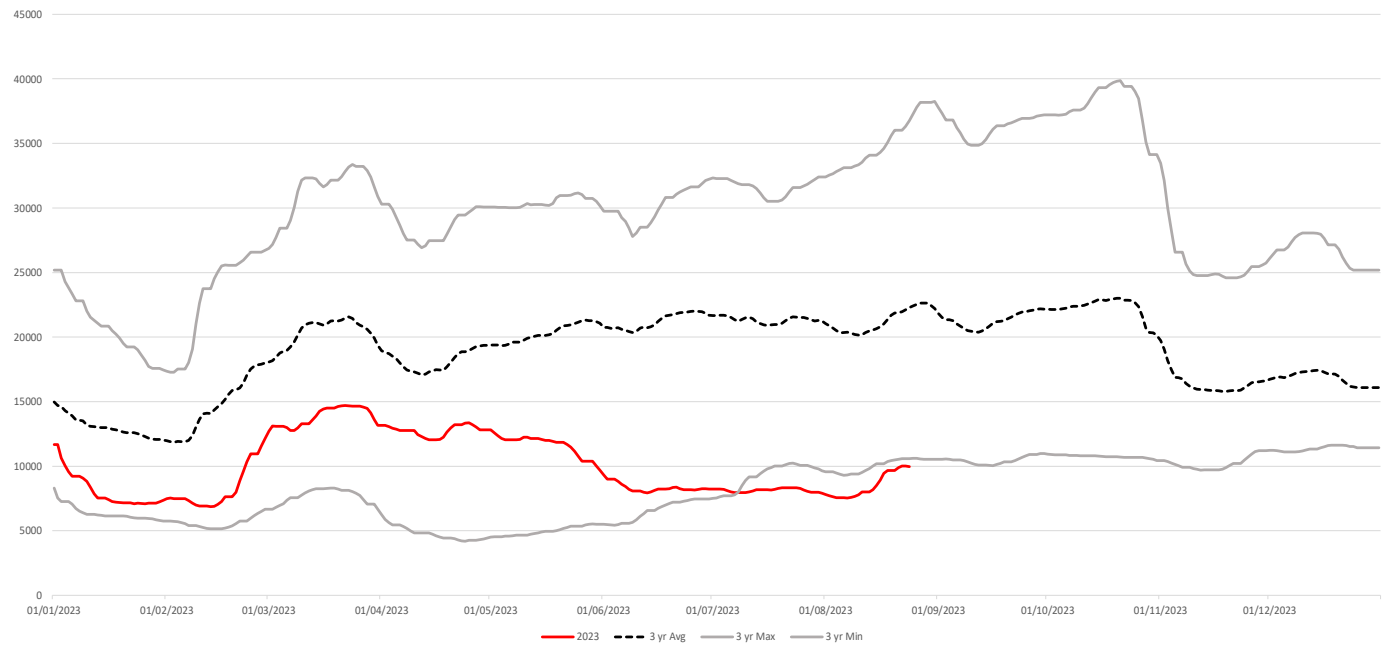
| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|-----------------------|
| S1 | 7,296 | R1 | 11,402 | RSI above 50 | Stochastic overbought |
| S2 | 6,874 | R2 | 13,378 | | |
| S3 | 5,288 | R3 | 14,703 | | |

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- Technically bearish last week, the index was moving higher on the back of the divergence, we also noted that the ratio between the rolling front month and the index was at 0.69, a level that has previously warned that the index could be about to enter a bull phase. For this reason, the index is not considered a technical sell at this point. The index is over USD 1,000 higher with price above the 8-21 period EMA's supported by the RSI above 50.
- Momentum based on price is aligned to the buy side, a close below USD 9,922 will mean it is aligned to the sell side. Upside moves that fail at or below USD 11,402 will leave the index vulnerable to further tests to the downside, above this level resistance levels will be vulnerable.
- Technically bullish based on price the index is now approaching the 200-period MA at USD 10,476, a close above that holds above the average will further support a bull argument; likewise, if the average is rejected then support levels could be vulnerable. The upside breakout on the RSI would suggest support levels should hold if tested in the near-term.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Sep 23



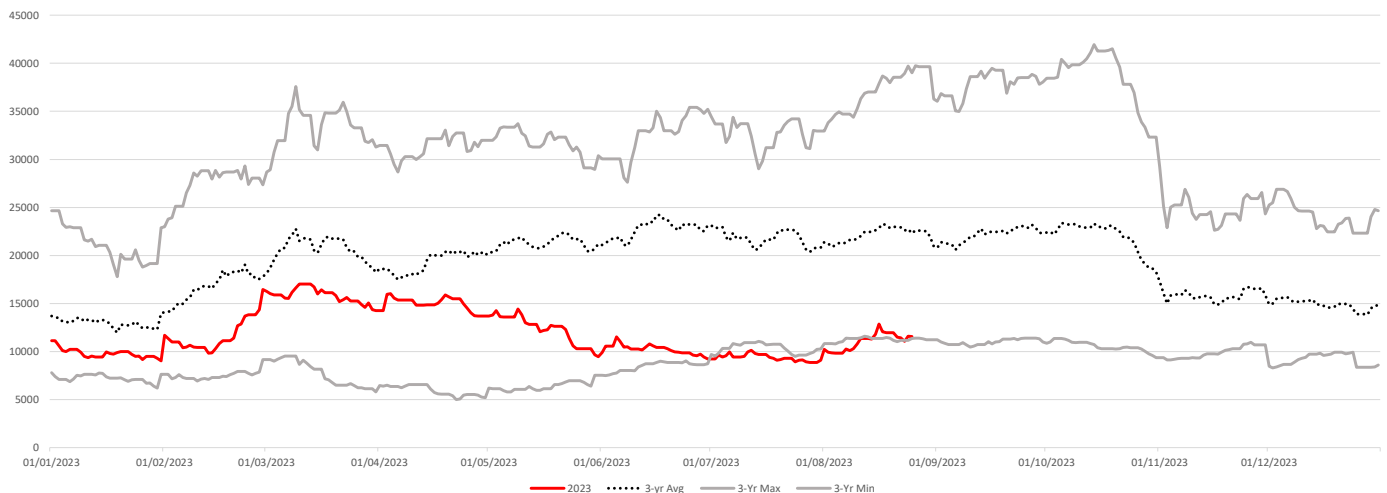
| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 10,829 | R1 | 11,325 | RSI above 50 | , |
| S2 | 10,429 | R2 | | | |
| S3 | 9,750 | R3 | | | |

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (55)
- Stochastic is below 50
- The upside move in the futures last week meant that the technical was bullish. The MA on the RSI indicated that momentum was supported with the current wave greater than 161.8% the length of the previous wave, suggesting that the upside move was bullish impulse, implying downside moves should be considered as countertrend.
- Downside moves that hold at or above USD 10,829 will support a bull argument, below this level the technical will have a neutral bias. Note: support is currently holding. Likewise, upside moves that fail at or below 12,236 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 12,925 fractal resistance.
- We remain technically bullish with price holding above key support levels; however, the RSI remains below its RSI, implying we need to see more upside for momentum to support a bullish run. Elliott wave analysis would suggest that downside moves should be considered as countertrend, if the USD 10,829 support level is breached then the probability of the futures trading to a new high will decrease.

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



Supramax Q4 23

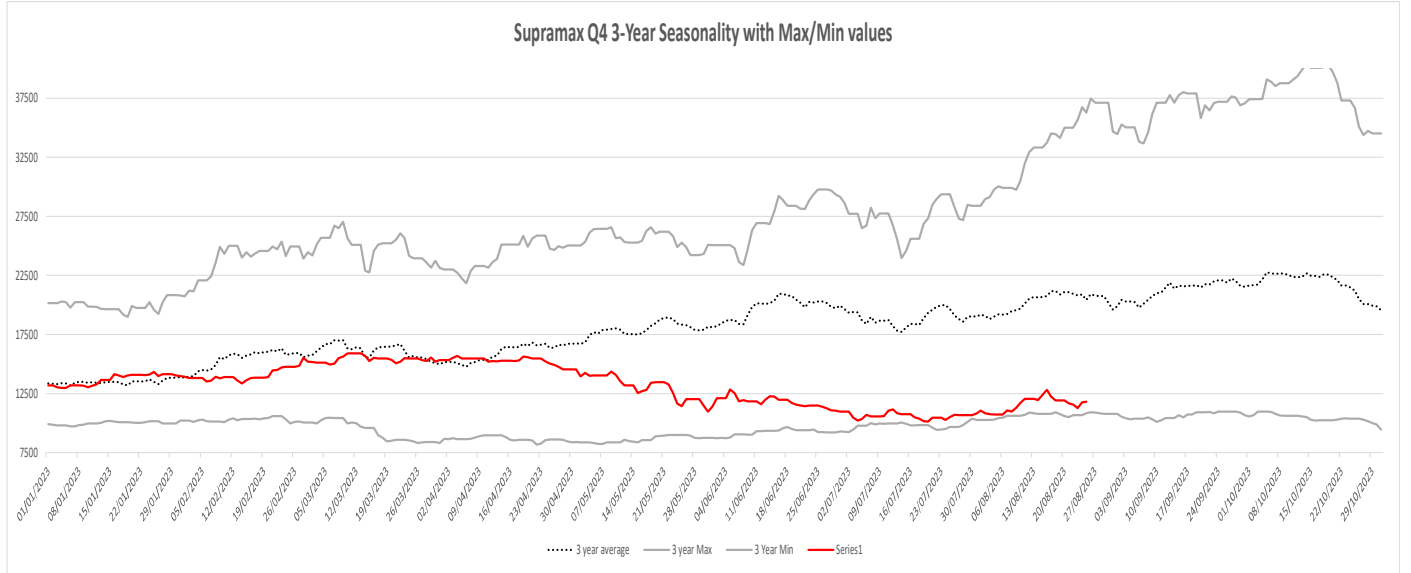


| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 11,382 | R1 | 11,825 | RSI above 50 | |
| S2 | 11,092 | R2 | | | |
| S3 | 10,600 | R3 | | | |

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is at 50 (54)
- Stochastic is below 50
- Technically bullish previously, the RSI was making new highs whilst the MA on the RSI suggested that momentum was supported, implying downside moves should be considered as countertrend, making USD 11,382 the key support to follow. Like the Sep contract, the current bull wave is greater than 161.8% of the previous wave, implying we are looking at a bullish impulse Elliott wave 3 for this phase of the cycle. The futures entered a corrective phase that resulted in a deep pullback, meaning the technical has a neutral bias. Price is above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 12,296 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 12,900 fractal high.
- Technically bullish, we now have a neutral bias based on the depth of the pullback. The MA on the RSI suggests that momentum is supported at this point, despite the RSI being below its MA. If the RSI crosses the MA, then it will warn that resistance levels are vulnerable. Key resistance to follow is at USD 12,296.



Supramax Cal 24

Reset



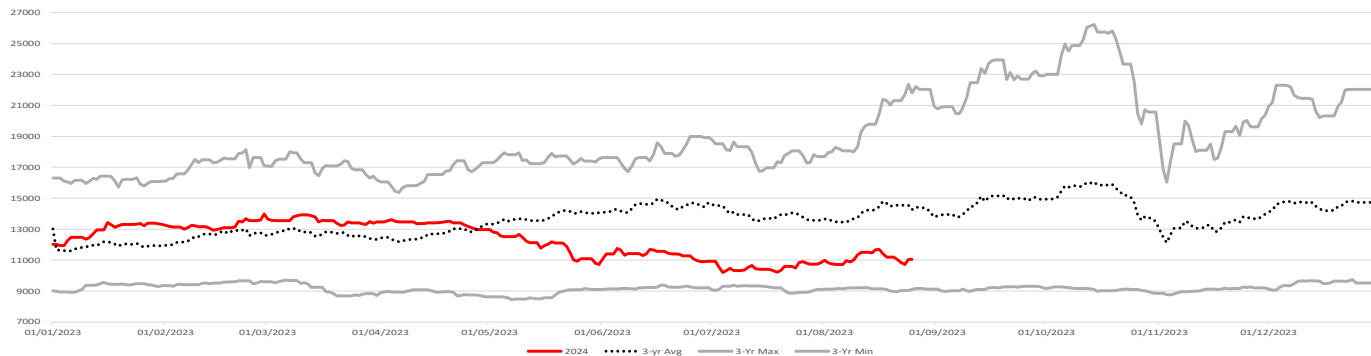
| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|---------------------|--------------|
| S1 | 10,650 | R1 | 11,483 | Stochastic oversold | RSI below 50 |
| S2 | 10,312 | R2 | 11,712 | | |
| S3 | 10,025 | R3 | 11,957 | | |

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (49)
- Stochastic is oversold
- Technically bullish on the last report, the RSI was trading to new highs with the MA on the RSI suggesting momentum was supported, implying downside moves should be considered as countertrend, making USD 11,075 the key level to follow. The futures entered a corrective phase with price producing a deep pullback, meaning although bullish, we now have a neutral bias. Price is below the 8-21 period EMA's with the RSI near neutral at 49.
- Upside moves that fail at or below USD 11,483 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 11,900 fractal high.
- Bullish with a neutral bias, the depth of the pullback is warning that the probability of the futures trading to a new high has decreased. However, the stochastic is oversold with the RSI near-neutral at 49, if the RSI can move above and hold above the 50 level then the futures will be vulnerable to a move higher, warning resistance levels could come under pressure. Likewise. Failure to hold above the 50 level will warn that the USD 10,650 fractal support is vulnerable. Market buyers will want to see the RSI above 50 and then above its MA at 54, for confirmation momentum is turning higher.

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