



Supramax Technical Report

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

Index

We did trade above the 200-period EMA briefly last week, but the move failed to hold. We are now starting to consolidate just below the moving averages with the RSI is above its MA, implying sell side momentum is starting to slowdown. Seasonality is due to turn higher soon (based on 3-year average values) whilst a move below USD 11,301 could create a positive divergence with the RSI. However, we are below the 200-period MA (USD 11,637) and the weekly pivot point (USD 11,574), meaning we remain vulnerable to a move lower below this resistance zone, whilst above these levels will warn we could see a move higher. The technical is bearish but at an inflection point, meaning we have a more neutral view until directional bias is established.

March 24

Technically bullish due to the roll into March, which has resulted in the futures jumping higher. The gap created is not extreme, but it is 18.5% above the 55-period EMA, meaning it is a mean reversion gap. This warns that the futures are vulnerable to a pullback in the near-term, implying caution on upside moves at this point. Seasonality and the MA on the RSI do suggest that there is an underlying support in the market, warning support levels could hold if tested.

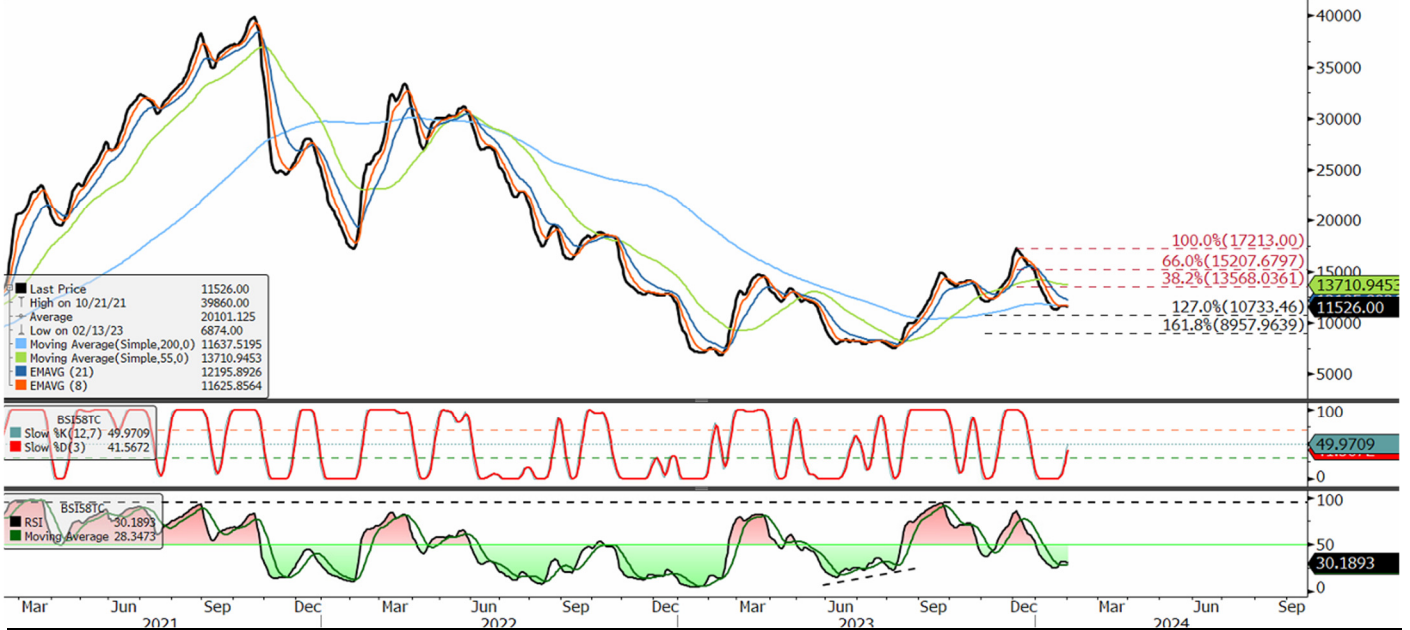
Q2 24

We were a cautious bull last week as there was a negative divergence in play that warned us that we could see a momentum slowdown. Having entered a corrective phase, the futures are moving lower on the back of a weekly rejection candle, warning support levels are vulnerable, making USD 13,761 the key support to follow. Below this level the probability of the futures trading to a new high will start to decrease; likewise, if we hold support, resistance levels remain vulnerable. The MA on the RSI is indicating momentum support; however, the RSI is below the MA meaning there are signs that it could be slowing down and transitioning to the sell side. The technical is bullish but support levels are vulnerable due to the rejection candle and the move lower on the back of the negative divergence.

Cal 25

A cautious bull last week due to the divergence in play last week, the futures did enter a corrective phase but have found support on the 21-period EMA. Technically we are unchanged and remain cautious on upside moves, as they could struggle to hold due to the divergence that is in play. Key support is still at USD 11,949, if broken, then the probability of the futures trading to a new low will start to decrease.

Supramax Index



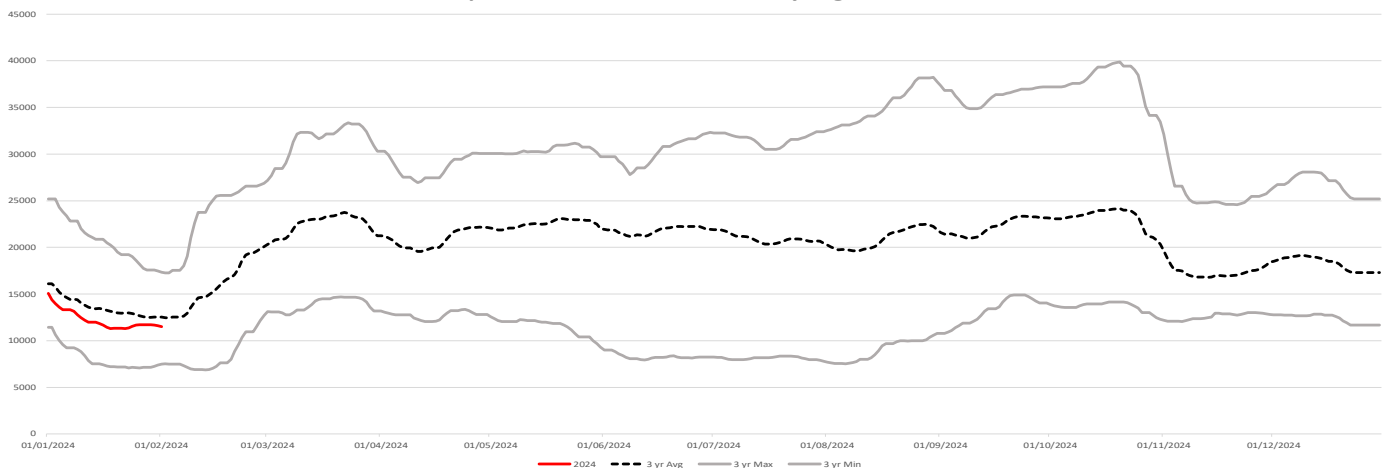
	Support	Resistance	Current Price	Bull	Bear
S1	10,733	R1	11,526		RSI below 50
S2	9,560	R2			
S3	8,957	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (30)
- Stochastic is below 50
- Technically bearish last week, momentum based on price was aligned to the buy side with the index above the weekly pivot level (USD 11,499), if we closed above the 200-period MA (USD 11,665) then resistance levels would start to look vulnerable. The MA on the RSI was starting to flatten, supporting the slowdown in downside momentum. If we rejected the 200-period average and closed below USD 11,356, then the technical would warn of downside continuation. The index traded to a high of USD 11,711 but the move failed to hold, price is now trading just below the 200 period MA, meaning we are below all key moving averages with the RSI below 50.
- Momentum based on price is now aligned to the sell side, a close above USD 11,659 will mean it is aligned to the buy side. Upside moves that fail at or below USD 15,207 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The index is starting to consolidate near its lows, we are below all key moving averages with the RSI below 50; however, the RSI is now above its moving averages which has started to flatten, implying sell side momentum is slowing down. We are below the weekly pivot point (USD 11,574) and the 200 period MA (USD 11,637), if we hold below these levels, then we will be vulnerable to further downside moves. However, a move above that holds above these levels will warn that upside resistance levels could come under pressure. We also note that 3-year seasonality average values are due to turn higher soon, implying caution on downside moves, whilst a move below USD 11,301 could create a positive divergence with the RSI. Technically bearish, we are at an inflection point around key levels, meaning we have more of a neutral view until directional bias has been established.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax March 24



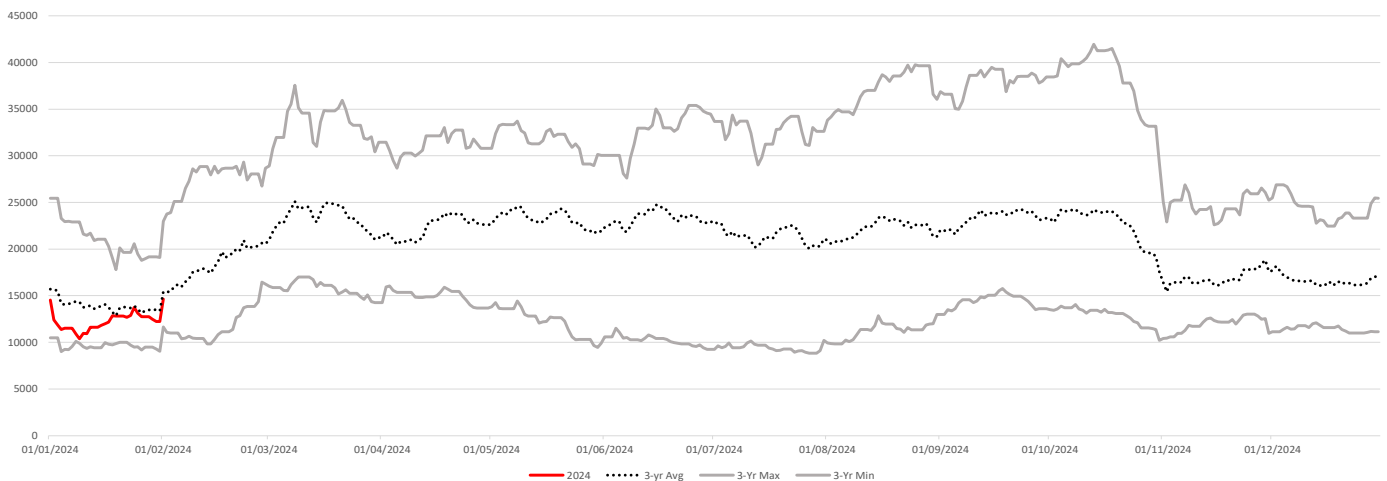
Support		Resistance		Current Price	Bull	Bear
S1	13,677	R1	15,350	14,625	RSI above 50	
S2	13,325	R2	16,288			
S3	12,861	R3	17,087			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (58)
- Stochastic is below 50
- The futures had held above the daily 200-period MA and the weekly pivot point (USD 12,441) with price breaking to the upside. The MA on the RSI was indicating that momentum was supported, warning that resistance levels could be tested and broken. A close below USD 12,752 would imply that momentum based on price was weakening, whilst a close below USD 12,441 will warn that the USD 11,455 support is starting to look vulnerable. The futures held below resistance with price trading back down to the 200-period MA the Feb contract is just below it today. However, the rolling front month is now in March, which has created a gap higher in the futures, meaning the technical is in bullish territory. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above 12,861 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the upside gap has created a mean reversion gap with the 55-period EMA (price is 18.5% above the average). Although the gap is not at an extreme, it is a warning that the futures could be vulnerable to a pullback in the near-term, suggesting caution on upside moves. We should note that the MA on the RSI is implying that momentum is supported, as is seasonality, suggesting support levels could hold if tested.

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



Supramax Q2 24

SS8FQ Q224 FISL Index - Last Price	14824.75
EMAVG (8) on Close (SS8FQ Q224 FISL)	14468.94
EMAVG (21) on Close (SS8FQ Q224 FISL)	13539.09
Moving Average(Simple,55,0) (SS8FQ Q224 FISL)	n.a.
Moving Average(Simple,200,0) (SS8FQ Q224 FISL)	n.a.

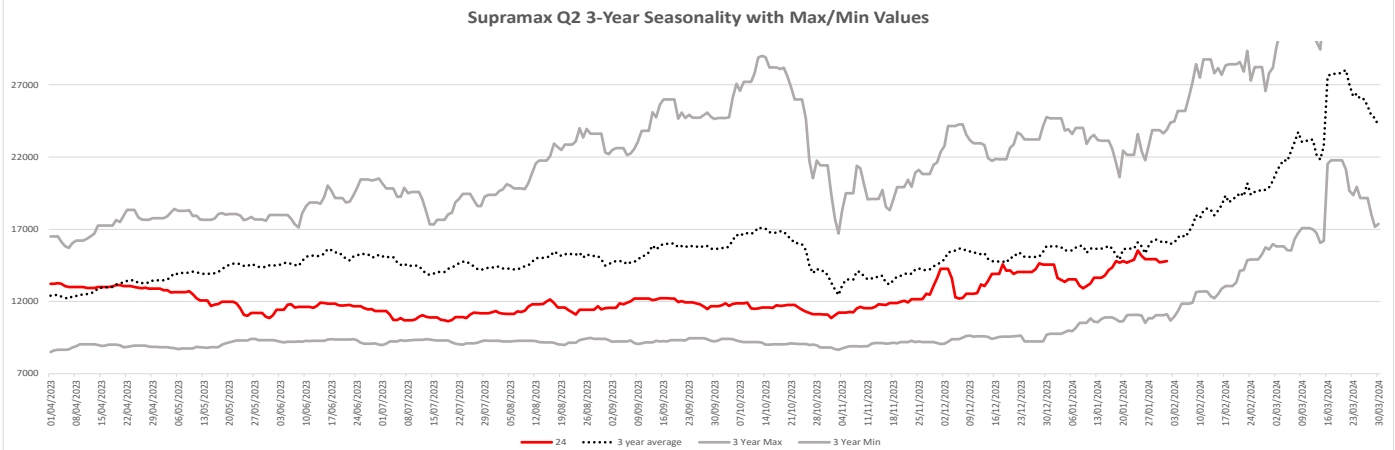


	Support	Resistance	Current Price	Bull	Bear
S1	14,567	R1	16,076	RSI above 50	
S2	14,225	R2	16,975		
S3	13,761	R3	18,109		

Source Bloomberg

Synopsis - above

- Price is between the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Technically bullish last week, the MA on the RSI implied that momentum was supported with the futures trading to new highs. However, we had a negative divergence in play with the RSI. Not a sell signal it warned that we had the potential to see a momentum slowdown, which needed to be monitored. A close below USD 15,053 on the intraday 4-hour candle would warn that buy-side momentum was potentially turning lower, whilst a close on the daily candle below USD 14,750 will confirm that momentum based on price had turned, warning support levels could come under pressure. A cautious bull with near-term weekly resistance based on recent volatility between USD 15,800 – USD 16,150, with an outside chance we could trade as high as USD 16,500 by the close on Friday. The futures traded only USD 75 higher to USD 15,675 before entering a corrective phase, we are now between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 13,735 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the futures are moving lower on the back of a weekly rejection candle, warning that support levels are vulnerable at this point, making USD 13,761 the key support to follow. Below this level the probability of the futures trading to a new high will start to decrease. If we hold support, resistance remains vulnerable. The MA on the RSI is suggesting that we still have momentum support; however, the RSI is below its average implying momentum is showing signs that it is slowing down. Bullish, support is vulnerable due to price moving lower on the negative divergence alongside the weekly rejection candle. If we do trade above and close above the high of the weekly rejection (USD 15,675), it will imply a change in sentiment, meaning resistance level could come under pressure.



Supramax Cal 25



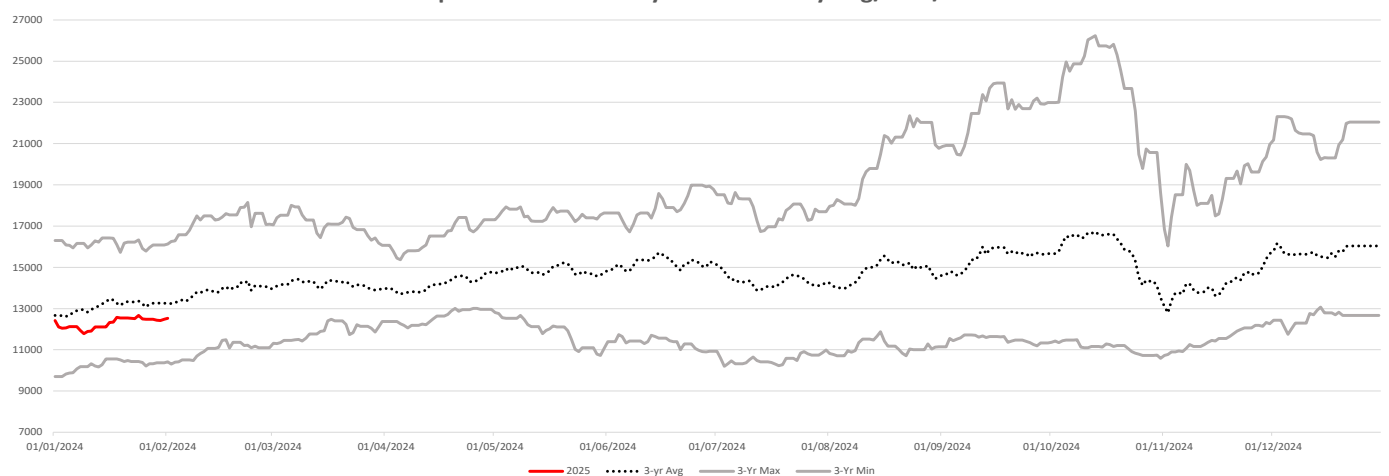
	Support	Resistance	Current Price	Bull	Bear
S1	12,276	R1	12,775	RSI above 50	
S2	12,137	R2	13,064		
S3	11,949	R3	13,475		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (59)
- Stochastic is above 50
- Technically bullish last week, the futures were consolidating whilst in divergence with the RSI, implying we were seeing a momentum slowdown. We still had the potential to trade as high as USD 13,064 based on Fibonacci projection levels; however, due to the divergence, we were a cautious bull. The futures did enter a corrective phase, before finding support on the 21 period EMA. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 11,949 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical, we remain cautious on upside moves due to the divergence in play, as it warns that they could struggle to hold at this point. Key support remains unchanged at USD 11,949, below this level the probability of the futures trading to a new high will start to decrease.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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