



Supramax Technical Report

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Index

We remain bearish with a neutral bias having seen the index enter a corrective phase on the back of the negative divergence with the RSI, warning the weekly pivot at USD 16,132 is starting to look vulnerable. A close below this level will indicate that sell side pressure is increasing, meaning we could test the USD 14,721 support. Price is starting to weaken, warning we could see further downside in the near-term; however, we have the 55 -period and 200-period EMA's turning higher (USD 14,269 – USD 12,814), implying that the longer-term trend looks like it is turning to the buy-side, the depth of the recent upside move supports this.

June 24

We entered a corrective phase on the back of the two-rejection candles and the negative divergence last week, resulting in the futures closing below its trend line, warning support levels are vulnerable. However, as noted in the intraday technical reports, the strength of the initial move higher would suggest that downside moves now have the potential to be countertrend, making USD 14,761 the key support to follow. If broken, the probability of the futures trading to a new high will start to decrease. USD 15,400 is the low of a bullish rejection candle from the 29/04, the futures will need to close below this level for downside continuation.

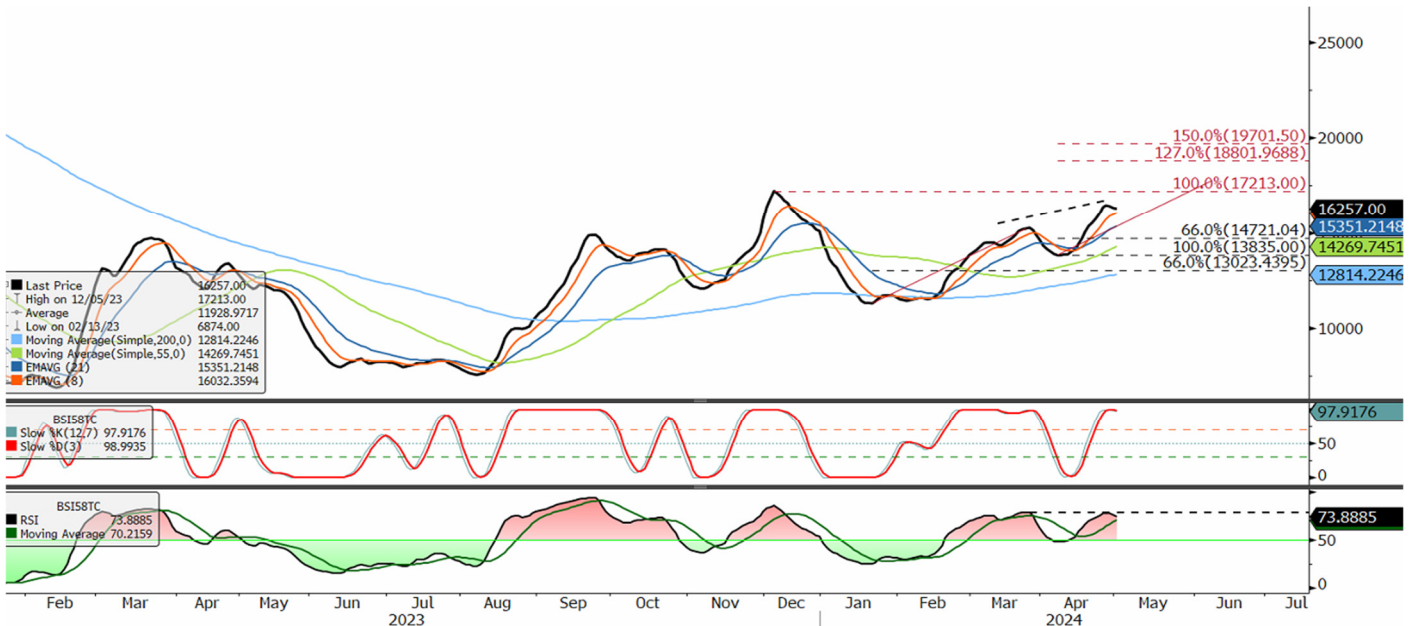
Q3 24

We remain bullish but still in a corrective phase this week with price back below the trend support. The MA on the RSI is flat implying momentum is neutral, but the RSI is above 50 whilst the stochastic is oversold, warning we could see a move higher providing the RSI holds above 50. The futures are consolidating just below the weekly pivot level (USD 15,208) having held above the Fibonacci support zone for the last 3-day's, implying sell side momentum is slowing down. We maintain our view that downside moves look like they could be countertrend, with price looking vulnerable to a move higher, providing the RSI holds above 50.

Cal 25

Unchanged in price having moved only around USD 150 lower last week; however, the RSI is now below its MA, implying that momentum is showing signs of weakness. We are holding above EMA support but failing to close above the weekly pivot at USD 13,075, if we trade below the USD 12,589 level it will warn that we could be entering a complex corrective phase. Likewise, if we close above the weekly pivot the USD 13,300 fractal high could be tested and broken. We are bullish, but price action/momentum has weakened a little, meaning we are a little more cautious than we were.

Supramax Index



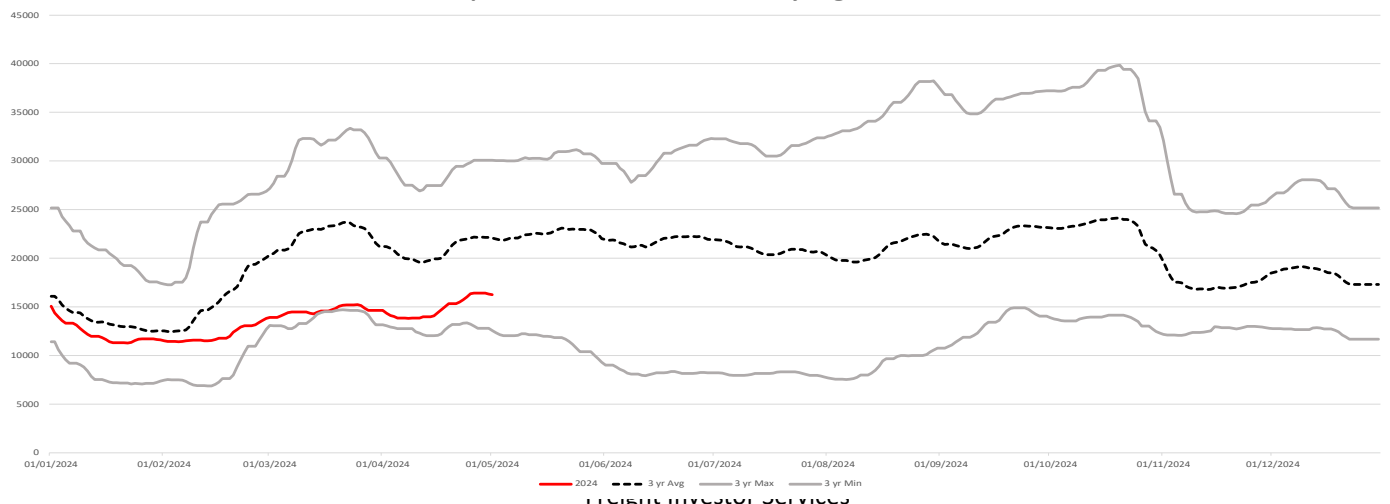
	Support	Resistance	Current Price	Bull	Bear
S1	14,721	R1	17,213	RSI above 50	Stochastic overbought
S2	13,835	R2	18,801		
S3	12,903	R3	19,701		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- Technically bearish with a neutral bias last week, price action is bullish. The probability of the index trading to a new low continued to decrease, due to the strength of the upside move. The MA on the RSI implied that momentum was supported; however, the RSI had been in divergence since the USD 15,248 breakout. Not a sell signal, warned that we had the potential to see a momentum slowdown which needed to be monitored. A cautious bull due to the divergence in play.
- We traded to a high of USD 16,441 before entering a small corrective phase. Price is above all key moving averages with the RSI above 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 16,337 will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,721 will support a bull argument, if broken the technical will have a neutral bias.
- The technical remains bearish with a neutral bias with the MA on the RSI implying that momentum remains supported at this point. Downside moves that close below the weekly pivot level (USD 16,132) will warn that sell side pressure is increasing, meaning we could see the USD 14,721 come under pressure. Likewise, if we hold support the USD 16,441 resistance will be vulnerable. We are correcting on the back of the negative divergence warning we could move lower in the near-term; however, we have the 55 -period and 200-period EMA's turning higher (USD 14,269 – USD 12,814), implying that the longer-term trend looks like it is turning to the buy side, the depth of the recent upside move supports this.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax June 24



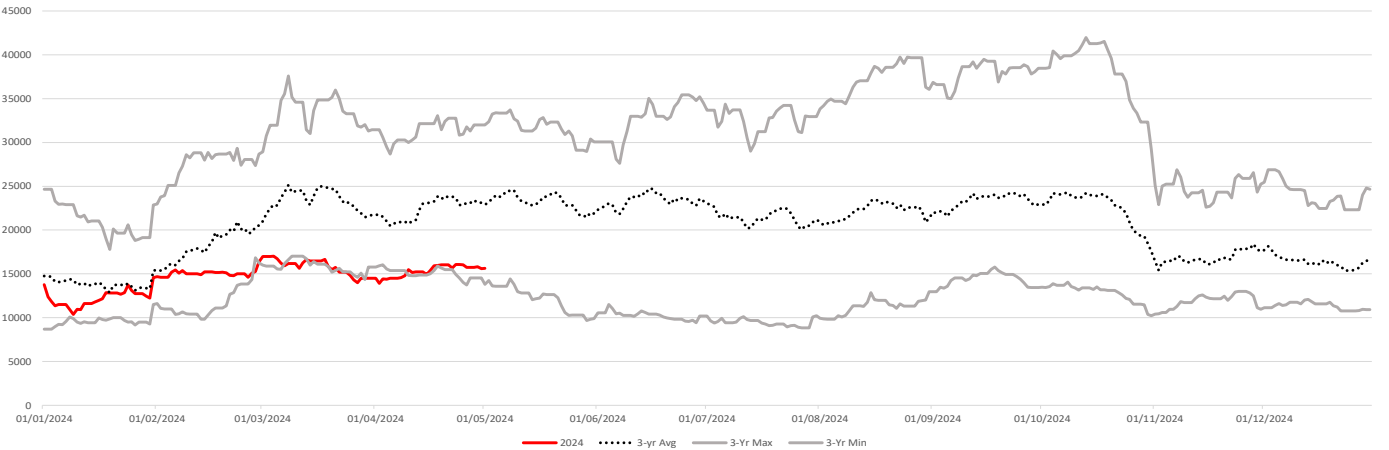
	Support	Resistance	Current Price	Bull	Bear
S1	15,567	R1	15,625	RSI above 50	
S2	14,761	R2			
S3	13,775	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is above 50
- Technically bullish last week, we had two rejection candles (one was currently in play, so had not been confirmed), alongside a negative divergence (highlighted). Not a sell signal, it warned that we could see a momentum slowdown, whilst the rejection candles signaled that we had sell side pressure at higher levels. Due to the divergence and rejection candles, the futures were not considered a technical buy, as the technical suggested that the futures were looking vulnerable to a move lower.
- We have entered a corrective phase with price now holding at the 55-period MA, the futures have also broken a trend that started in late March. We are between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 14,761 will support a near-term bull argument. If broken, then the USD 13,775 fractal low will start to look vulnerable.
- Technically bullish, the break in trend support alongside the rejection candle and the divergence is warning that support levels remain vulnerable. However, the strength of the upside move suggests that downside moves have the potential to be countertrend, making USD 14,761 the key support to follow. If broken, the probability of the futures trading to a new high will start to decrease. We have a small bullish support candle below the trend support, if we trade below its low (USD 15,400) it will warn that the USD 14,761 support could come under pressure.

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



Supramax Q3 24

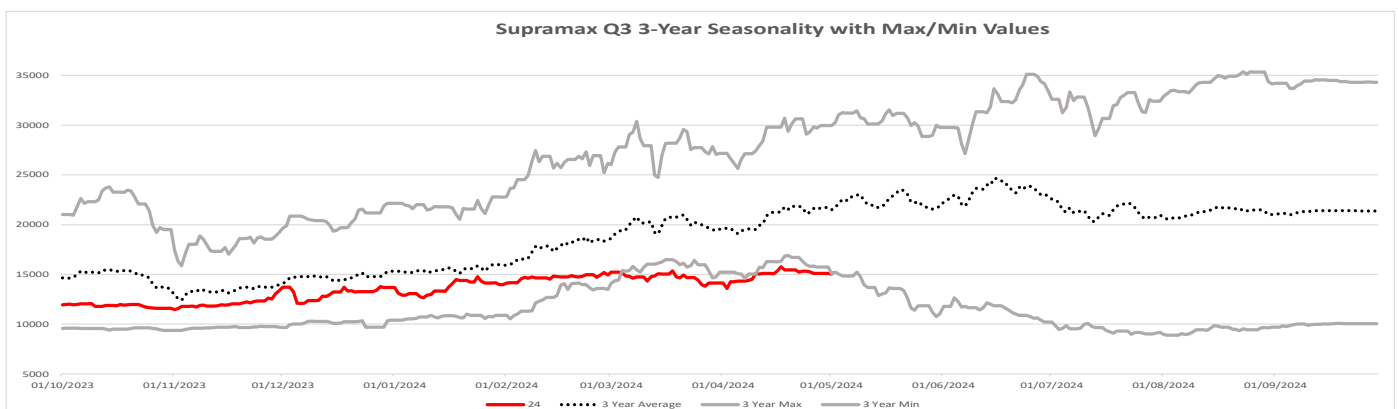


	Support	Resistance	Current Price	Bull	Bear
S1	14,958	R1	15,282	RSI above 50	
S2	14,675	R2	16,101		
S3	14,291	R3	16,815		

Source Bloomberg

Synopsis - above

- Price is between the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is oversold
- Unchanged on the technical last week, the futures had entered a small corrective phase. However, our intraday Elliott wave analysis suggested that we still had the potential for one more test to the upside within this phase of the cycle, making USD 14,291 the key support to follow. If broken, then the probability of the futures trading to a new high would start to decrease. We noted that this was not in line with the rolling front month contract and highlighted that either one of the technicals was wrong, or there was a spread to trade between the two.
- The futures have seen a small move lower with price back below the trend support. We are between the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 14,291 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish the futures remain in a corrective phase, the MA on the RSI is flat, implying momentum is neutral; however, the RSI is above 50 with the stochastic in oversold territory, providing the RSI holds above 50 the futures will be vulnerable to a move higher. The futures are consolidating just below the weekly pivot level (USD 15,208), having held above the USD 14,958 Fibonacci support for the last 3 sessions, suggesting sell side momentum is starting to slow. We maintain our view that downside moves look like they could be countertrend with the futures vulnerable to a move higher providing the RSI holds. If it doesn't, the oversold stochastic will be considered as less relevant.



Supramax Cal 25

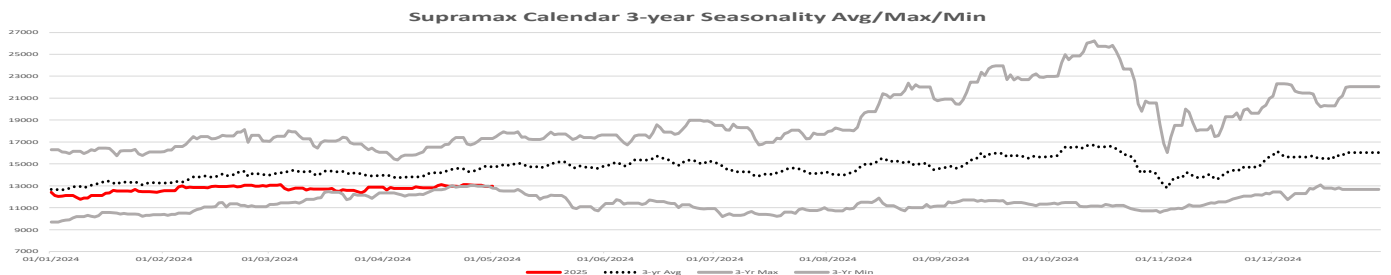


	Support	Resistance	Current Price	Bull	Bear
S1	12,589	R1	13,075	RSI above 50	
S2	12,239	R2	13,335		
S3	11,912	R3	13,662		

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is above 50
- Technically bullish last week, we maintained our view that the USD 13,300 fractal high remained vulnerable. If broken, we had the potential to trade as high as USD 13,989. However, above USD 13,300 the futures would be in divergence with the RSI, not a sell signal, it suggested caution on upside breakouts. The MA on the RSI continued to suggest that momentum was supported at this. A cautious bull, as the divergence warned that upside moves could struggle to hold.
- The futures have seen a small move lower with price now trading between the 8-21 period EMAs. The RSI remains above 50 but is below its moving average.
- Downside moves that hold at or above USD 11,468 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged in terms of price on the technical this week, the futures have produced a small pullback to its moving averages. The RSI move below its MA is warning that we are seeing signs of momentum weakness. We are holding EMA support but failing to close above the weekly pivot level (USD 13,075). If the futures trade below the USD 12,589 it will warn that we could be entering a complex corrective phase. Likewise, a close above the weekly pivot level, will warn that the USD 13,300 fractal high could be tested and broken; However, as noted previously, a new high will create a negative divergence with the RSI. We are bullish, but price action has weakened a little, meaning we have a note of caution at this point.



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