



Supramax Technical Report

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

Index

Time and price were slowing in the last report, warning we could see a move lower. The index has now entered a corrective phase with price breaking fractal support, suggesting we could test the 200-period MA (USD 14,171). A close below that holds below the average will further support a seller's argument; likewise, if we hold above it, and close above the MBP level, it will indicate that there is an underlying support in the market.

Sep 24

The futures moved lower on a negative divergence with the RSI having rejected the resistance zone. The break in fractal support means that the technical is bearish; we also have the RSI making new lows, implying upside moves look like they could be countertrend in the near-term.

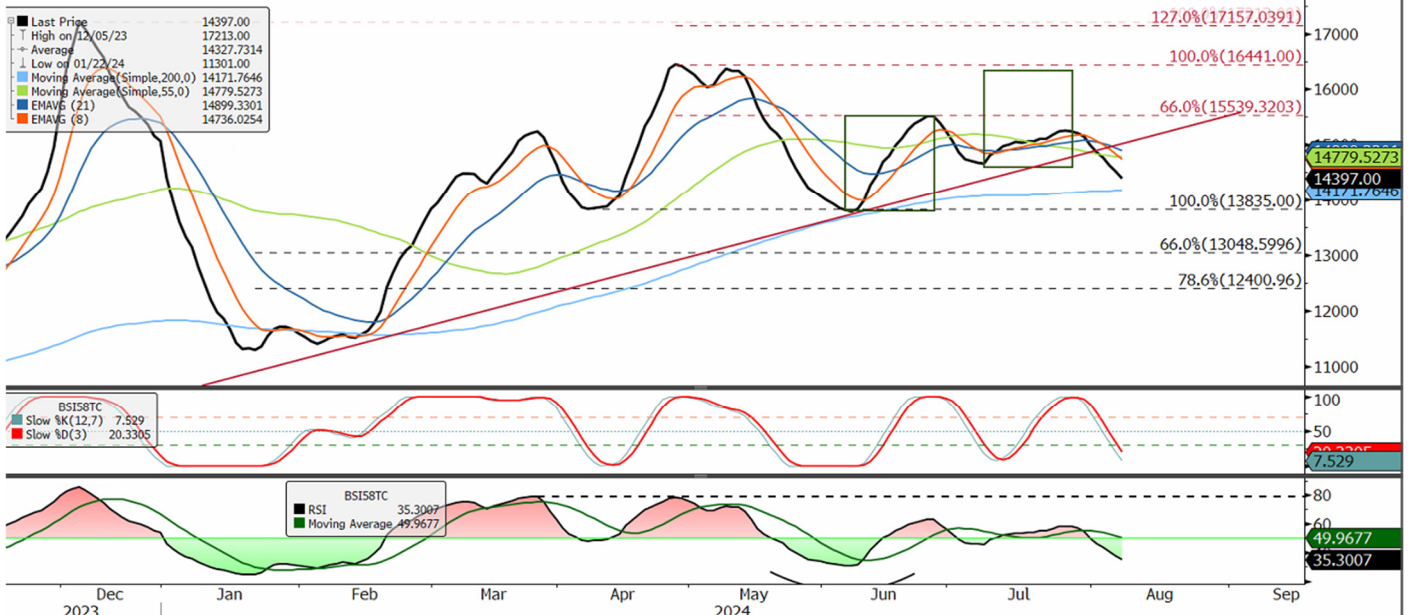
Q4 24

The futures have moved lower on the negative divergence highlighted in the previous report, resulting in price testing the 55-period EMA. This has been a benchmark bull average since April, a close below that holds below the average will further support a bear argument. We should note that the Intraday 1-hour chart is in divergence, warning that we could struggle to hold below the average (unless the divergence fails) in the near-term. If we hold and move higher, key resistance to follow is at USD 15,445, upside moves above this level will warn that the probability of the futures trading to a new low will start to decrease. Likewise, a rejection of this level will leave the 55-period EMA vulnerable to further selling pressure.

Cal 25

We traded up to but failed to trade above the USD 13,450 resistance previously, resulting in the futures entering a corrective phase. Intraday Elliott wave analysis suggests that downside moves have the potential to be countertrend, making USD 12,691 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. Momentum is conflicting, meaning the futures will need to close above the high of the last dominant bear candle for upside continuation (USD 13,300)

Supramax Index



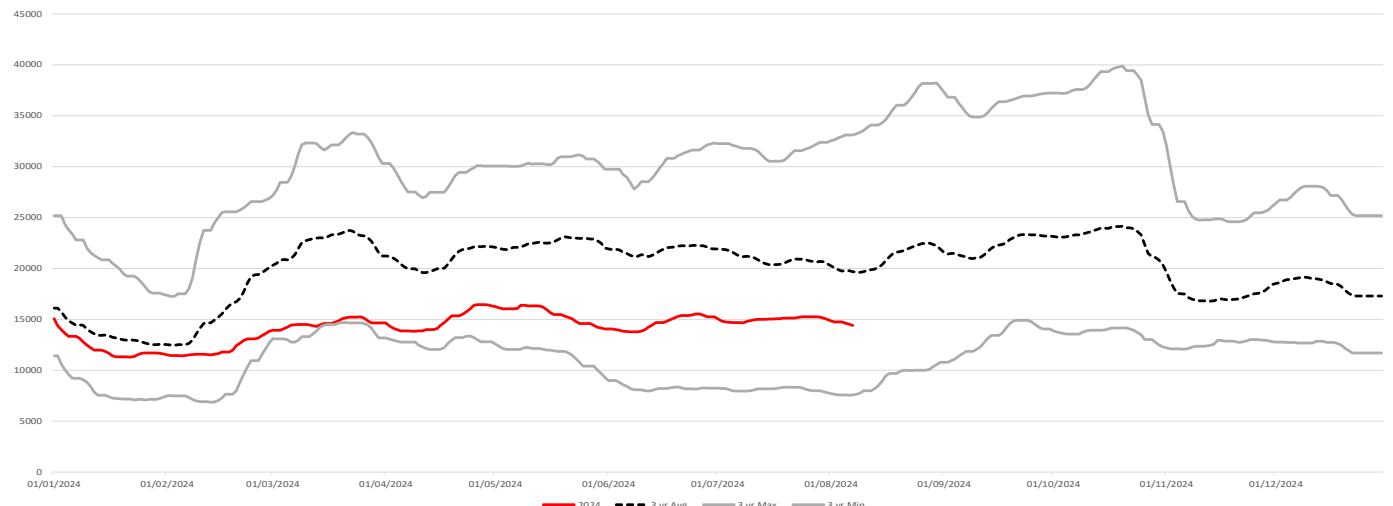
	Support	Resistance	Current Price	Bull	Bear
S1	13,835	R1	15,539	Stochastic Oversold	RSI below 50
S2	13,048	R2	16,441		
S3	12,400	R3	17,157		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (35)
- Stochastic is oversold
- Technically we remained bearish on the last report, the MA on the RSI indicated that we had light momentum support whilst price was above the weekly pivot level (USD 15,088). We highlighted that in theory, having held above trend support and the 200-period MA, the USD 15,539 resistance should come under pressure. However, when we looked at the ascent of the current upside wave, compared to the previous move higher (highlighted in the green box), we could see that the trajectory of the current wave was much weaker. We noted that if the index did not see an acceleration in price soon, it could be vulnerable to a move lower. I.E, time and price were weaker.
- The index entered a corrective phase with price now approaching the 200-period MA (USD 14,171). We are below the 8-21 period EMA's with the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 14,716 will mean it is aligned to the buy side. Upside moves that fail at or below USD 15,539 will leave the index vulnerable to further tests to the downside, above this level, the technical will have a neutral bias. We noted previously that this level had been rejected.
- Technically bearish, the index is moving lower having broken fractal support, suggesting we could test the 200-period MA (USD 14,171). If we close below and hold below the average, it will suggest that we could see downside continuation. Likewise, if we hold above the average and close above the MBP level it will warn of an underlying support in the market.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Sep 24



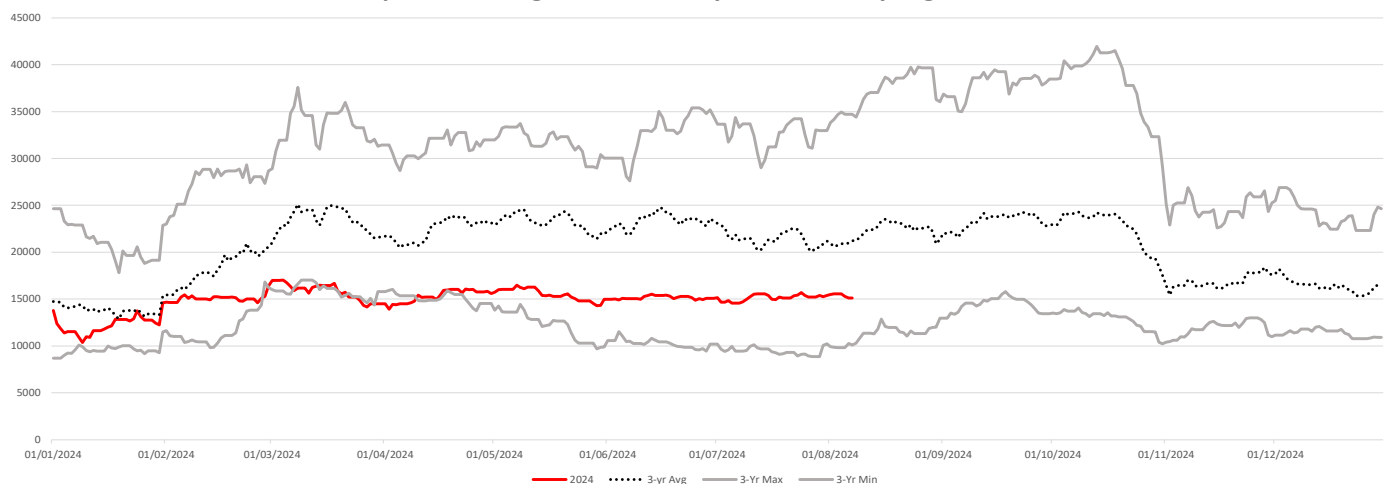
	Support	Resistance	Current Price	Bull	Bear
S1	14,725	R1	14,850		RSI below 50
S2	14,525	R2			
S3	14,324	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is oversold
- Technically bullish on the previous report, the MA on the RSI implied that momentum was supported. However, the new high meant that the intraday technical is in divergence with the RSI. Not a sell signal, it warned that we had the potential to see a momentum slowdown, which needed to be monitored. If the divergence failed, it would imply that the lower timeframe Elliott wave cycle was extending, further supporting a bull argument. Likewise, downside moves that hold at or above USD 14,916 would suggest that we have a larger, bullish Elliott wave cycle in play. We are a cautious bull due to the divergence in play, market bulls would need to see the intraday divergence fail.
- The divergence held resulting in the futures selling below fractal support, the technical is now bearish. We are below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 15,328 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias, meaning that the probability of the futures trading to a new low will start to decrease.
- Technically bearish, the MA on the RSI is indicating momentum is weakening. The RSI is making new lows alongside price, suggesting upside moves look like they could be countertrend in the near-term. If we trade below the USD 161.8% Fibonacci projection level (USD 14,725) within this current wave down, the probability of the next move higher being countertrend will increase, based on the sell side wave being bearish impulse.

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



Supramax Q4 24

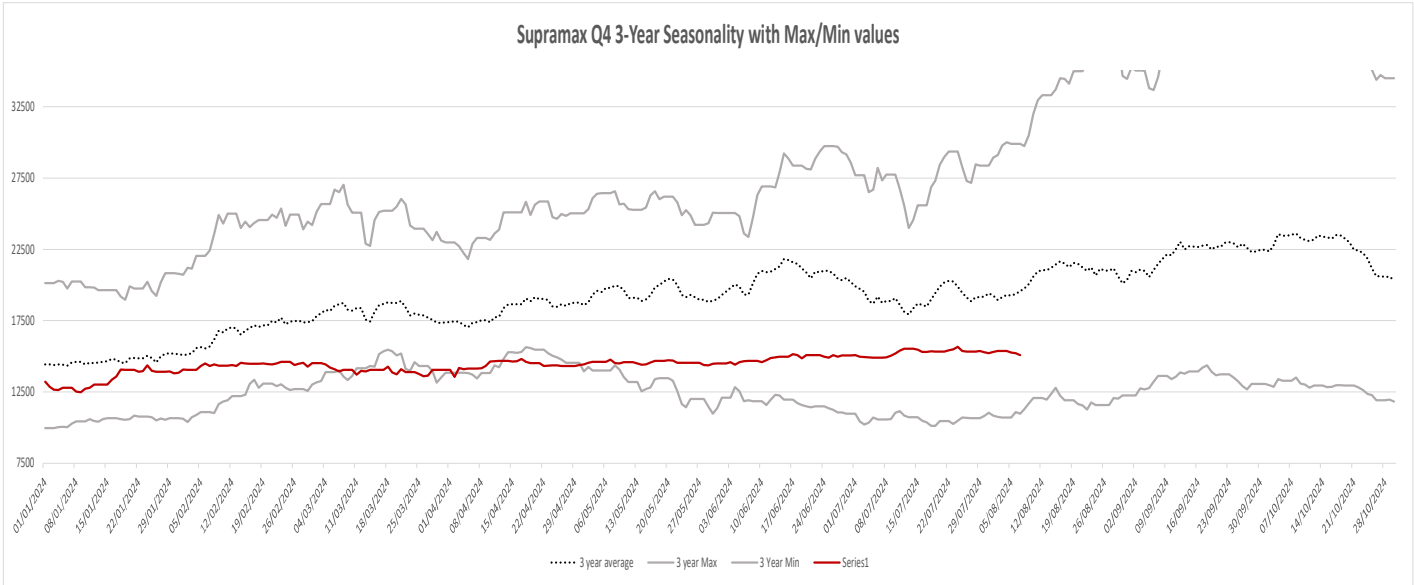


	Support	Resistance	Current Price	Bull	Bear
S1	14,923	R1	15,000	Stochastic oversold	RSI below 50
S2	14,800	R2			
S3	14,644	R3			

Source Bloomberg

Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Technically bullish on the previous report, the MA on the RSI indicated that we had light momentum support. However, the new high was not being replicated by the RSI, meaning we had a negative divergence in play. Not a sell signal, it warned that we could see a momentum slowdown, implying caution on upside moves. Key support was at USD 15,097, a move below this level will mean that the probability of the futures trading to a new high would start to decrease.
- We have sold lower on the negative divergence with the RSI, resulting in the futures breaking fractal support, meaning the technical is bearish based on price. We are below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 15,445 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying that momentum is weak. We are now testing the 55-period EMA (USD 15,003), this has been a benchmark bull average since April, a close below that holds below the average will further support a bear argument. However, the Intraday 1-hour chart is in divergence, warning that we could struggle to hold below the average (unless the divergence fails) in the near-term, making USD 15,445 the key resistance to follow. Upside moves above this level will warn that the probability of the futures trading to a new low will start to decrease.



Supramax Cal 25



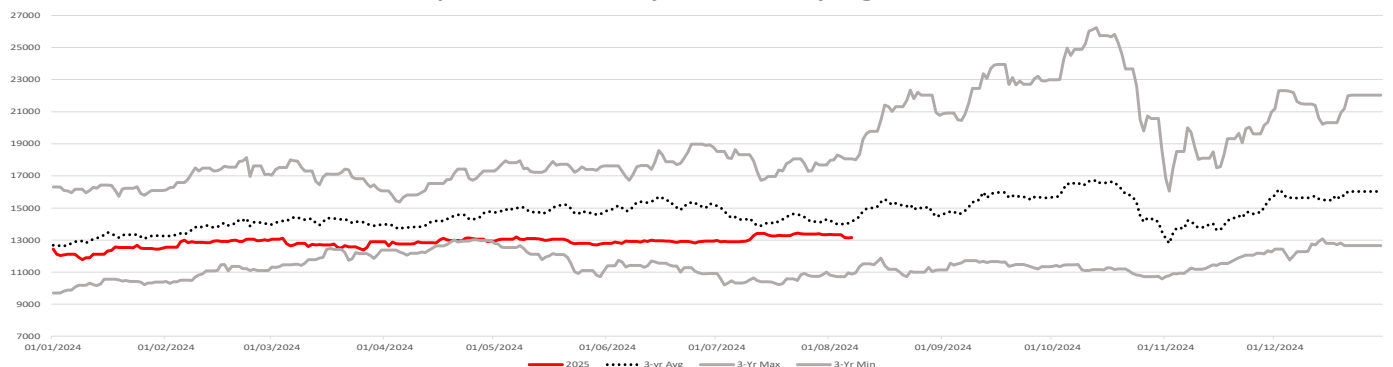
	Support	Resistance	Current Price	Bull	Bear
S1	13,010	R1	13,450	Stochastic oversold	
S2	12,875	R2	13,662		
S3	12,691	R3	13,989		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is oversold
- Technically bullish previously, the MA on the RSI implied that momentum was supported. If we trade above USD 13,450 the futures would have a minor negative divergence in play; however, intraday Elliott wave analysis is suggesting that downside moves should be considered as countertrend, making USD 12,691 the key support to follow. A move below this level would warn that the probability of the futures trading to a new high had started to decrease. We continued to have a potential upside target for this phase of the cycle (based on higher timeframe Elliott wave analysis) at USD 13,989.
- The futures traded up to but not above the USD 13,450 level before entering into a corrective phase. We are now below the 8-21 period EMA's with the RSI neutral at 50.
- Downside moves that hold at to above USD 12,691 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase. Momentum is conflicting as the MA on the RSI is indicating that it is weak; however, the RSI is neutral at 50 with the stochastic in oversold territory. If the RSI holds above 50, the futures will be vulnerable to a move higher, below 50, the stochastic is considered as less relevant. For upside continuation, the futures will need to close above the high of the last dominant bear candle (USD 13,300).

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