



# Supramax Technical Report

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## Index

We noted last week that time and price on the movement higher implied momentum weakness, warning we could see a move lower. We have now entered a corrective phase, resulting in a move below the 200-period MA, suggesting the USD 13,789 fractal support could be tested and broken. However, we have a 5-wave pattern lower, warning downside moves could struggle to hold below USD 13,789, as the wave formation since the high in April is now look like an A-B-C corrective pattern that could be nearing exhaustion. This suggests caution on downside breakouts below this level.

## Oct 24

Bearish last week with upside moves considered as countertrend. The move higher failed to hold, resulting in price trading to a new low. The futures are in divergence with the RSI, warning we could see a momentum slowdown, meaning the futures are not considered a technical sell at these levels. We should note however that intraday upside moves in the Q4-24 can Cal 25 do look like they could be countertrend, suggesting there is a chance of further downside within this correction. We still urge caution due to the divergence in play.

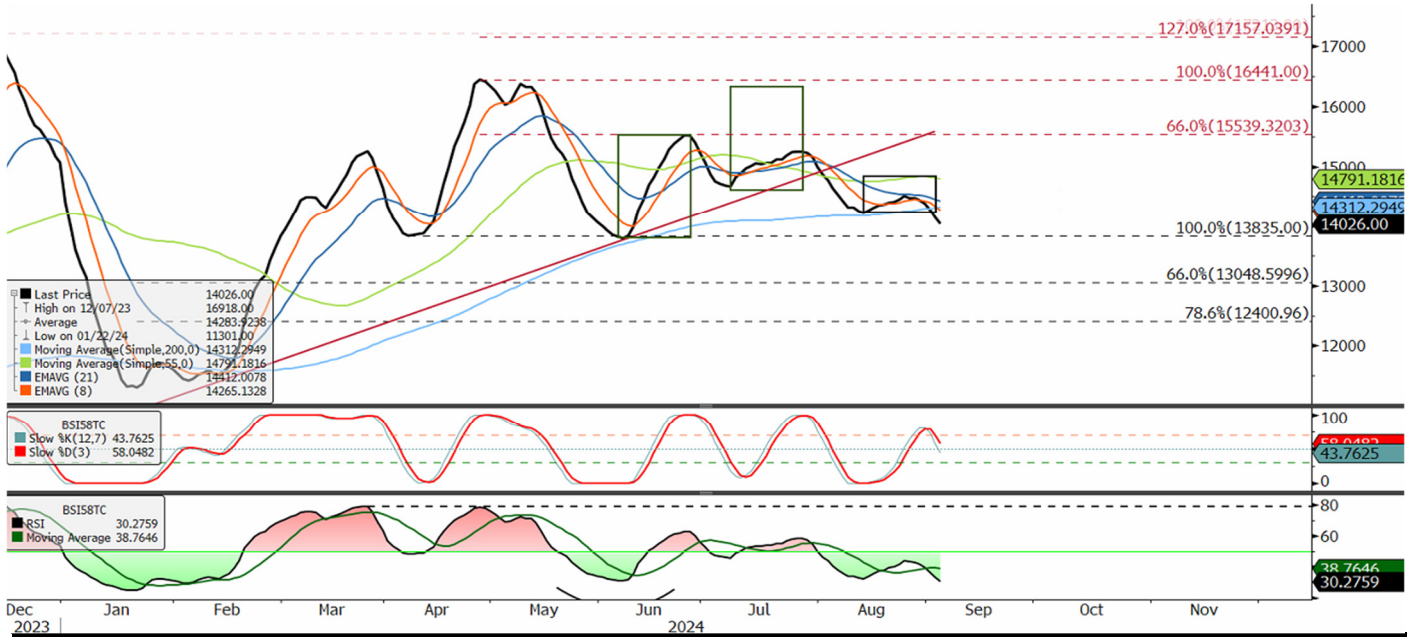
## Q4 24

Bearish last week with upside moves considered as countertrend, as the correction at that time did not fit or Elliott wave pattern. The upside move failed to hold resulting in the futures selling lower. Lower timeframe momentum indicators are oversold, meaning we could see a move higher in the near-term; however, our intraday Elliott wave cycle continues to suggest that upside moves look like they could be countertrend, making USD 14,767 the key resistance to follow. Above this level the probability of the futures trading to a new low will start to decrease.

## Cal 25

Bearish last week with our intraday Elliott wave analysis suggesting that the upside move that we were seeing at the time looked to be countertrend. We did sell to new lows; however, when we look at the wave cycle, the pull-back last week (upside move) was not deep enough to be the Elliott wave correction that we were looking for, meaning we maintain our view that upside moves still look like they could be countertrend. The intraday RSI is now in divergence with price, warning we are looking vulnerable to a move higher in the near-term, suggesting caution on downside moves at these levels.

# Supramax Index



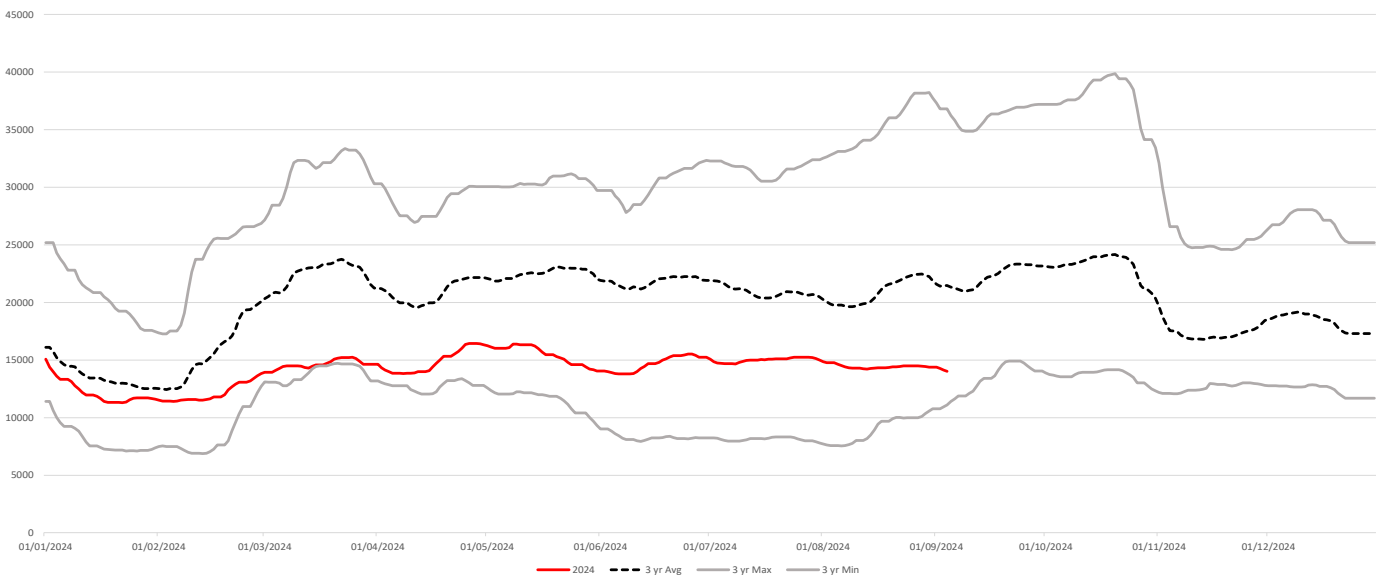
	Support	Resistance	Current Price	Bull	Bear
S1	13,835	R1	15,539		RSI below 50
S2	13,048	R2	16,441	14,026	
S3	12,400	R3	17,157		

## Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (30)
- Stochastic is above 50
- Technically bearish last week. We had held above the 200-period MA implying there was an underlying support in the market; however, as noted in previous reports, the buyside momentum (based on time and price) suggested that there is a lack of energy in the upside move. This warned that we remained vulnerable to another move lower. A close below that held below the 200-period MA would warn that the USD 13,789 fractal support could be tested and broken.
- The upside move failed to hold, resulting in the index selling lower. We are below all key moving averages supported by the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 14,312 will mean it is aligned to the buyside. 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 now below the 200-period MA (USD 14,312), warning the USD 13,789 fractal support could be tested and broken. One point of note, we now have a 5 wave pattern lower, warning downside moves could struggle to hold below USD 13,789, as the downside wave formation since the high in April is now look like an A-B-C corrective pattern that could be nearing exhaustion. We are now cautious on downside breakouts below USD 13,789.

Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax Oct 24



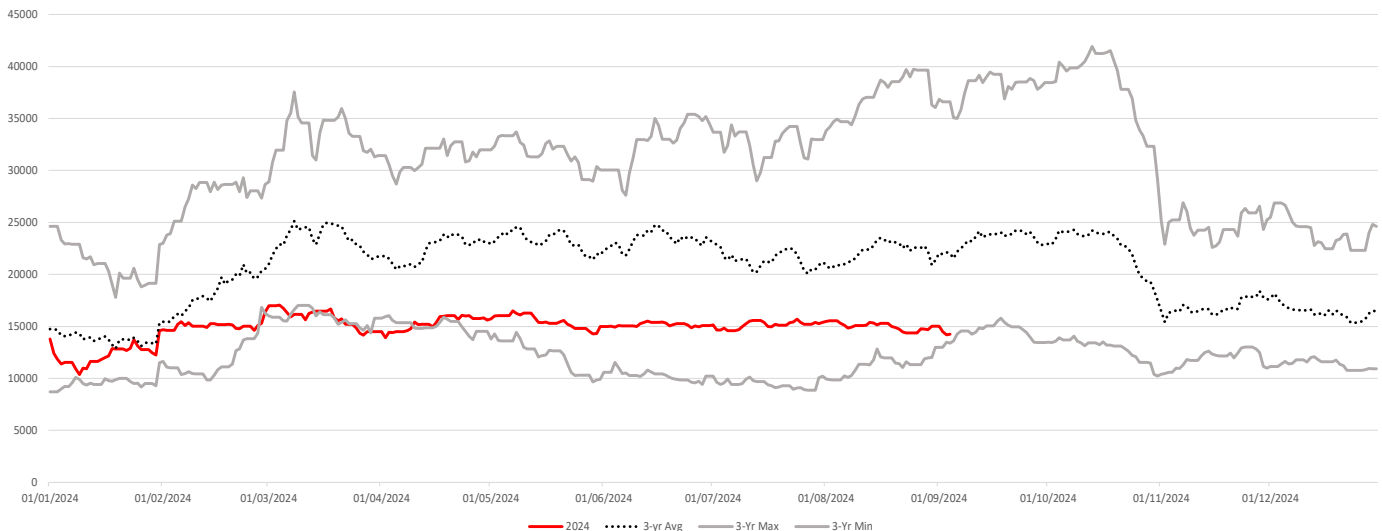
	Support	Resistance	Current Price	Bull	Bear
S1	14,117	R1	14,300		RSI below 50
S2	13,856	R2			
S3	13,525	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is below 50
- Technically bearish last week, the futures looked to be in the process of rejecting the USD 15,099 resistance, having seen a bull move higher on the 27/08. Our intraday Elliott wave analysis suggested that upside moves look like they could be countertrend, meaning we were cautious on moves higher. If we did trade above the USD 15,099 level, then the probability of the futures trading to a new low would start to decrease.
- We did reject the USD 15,099 resistance, resulting in the futures trading below the USD 14,175 fractal low. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 14,760 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 we have light momentum weakness; however, the new low means that the futures are in divergence with the RSI. Not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored. For this reason, the futures are not considered a technical sell at these levels. If we do trade above the USD 14,760, then the probability of the futures trading to a new low will start to decrease

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



# Supramax Q4 24

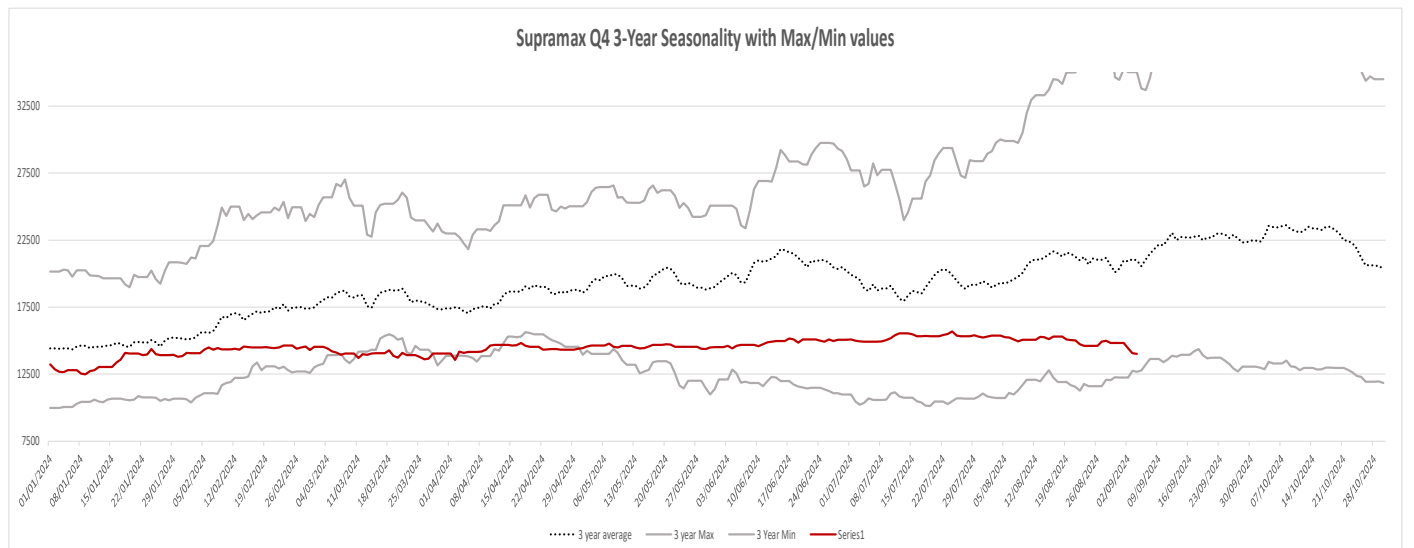


Support		Resistance		Current Price	Bull	Bear
S1	13,925	R1	14,433	14,050	Stochastic oversold	RSI below 50
S2	13,587	R2	14,575			
S3	13,300	R3	14,767			

Source Bloomberg

## Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is below 50 (35)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI was flat, indicating that momentum was neutral. The upside move on the 28/08 was in the process of rejecting our key resistance at USD 15,250 (this was based on the current live price). We had a 3-wave pattern lower on the daily chart, followed by a bull move higher. However, our lower timeframe Elliott wave analysis (intraday) did not fit a 5-3-5 or a 3-3-5 pattern lower, implying that the initial move lower could be a bearish wave A, indicating the recent upside move was a countertrend wave B (Elliott wave corrective pattern A-B-C). From a technical perspective, we were cautious on upside moves, as it implied that there could be a bearish wave C to follow.
- The futures rejected the upside, confirming it was a countertrend wave B, resulting in price selling to new lows. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 14,767 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 remains weak. Lower timeframe momentum indicators are now oversold, meaning we are starting to look vulnerable to a move higher in the near-term. However, our intraday Elliott wave cycle continues to suggest that upside moves look like they could be countertrend, making USD 14,767 the key resistance to follow. Above this level the probability of the futures trading to a new low will start to decrease.



# Supramax Cal 25



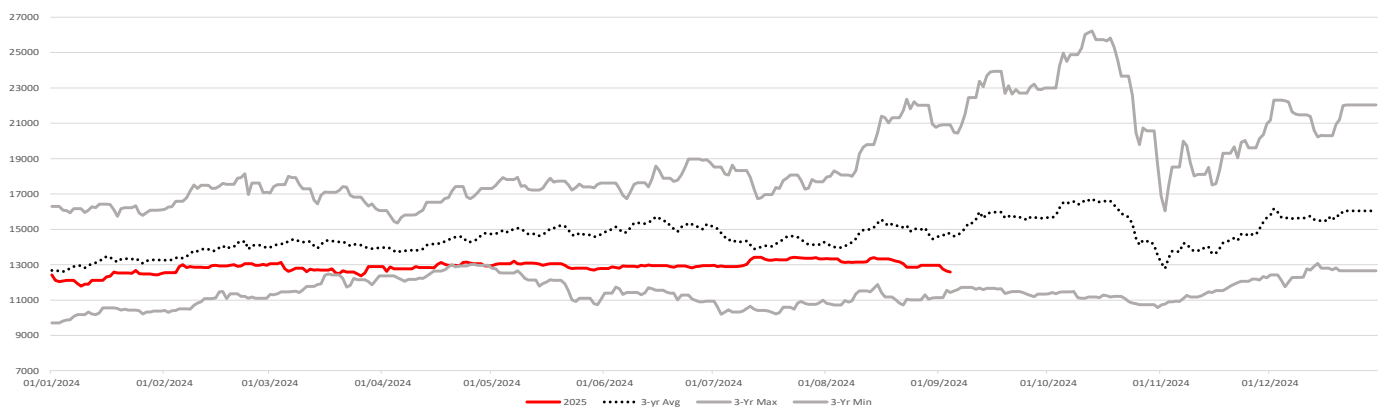
	Support	Resistance	Current Price	Bull	Bear
S1	12,562	R1	12,815	Stochastic oversold	RSI below 50
S2	12,300	R2	13,009		
S3	12,034	R3	13,246		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (33)
- Stochastic is oversold
- Technically bearish last week having broken the USD 13,100 fractal support. The futures had held the USD 12,716 Fibonacci support, resulting in a small move higher. The MA on the RSI implied that momentum remained weak, whilst intraday Elliott wave analysis suggested that upside moves should be considered as countertrend. If we did trade above the USD 13,253 level, then the probability of the futures trading to a new low would start to decrease.
- The upside move failed to hold, resulting in the futures selling to new lows. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 13,009 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 indicates that momentum is weak. The intraday RSI is now in divergence with price, warning we are looking vulnerable to a move higher in the near-term. However, the pullback (upside move) last week was not deep enough to be the Elliott wave correction that we were looking for, meaning we maintain our view that upside moves should still be countertrend. If we do trade above the USD 13,009 level, then the probability of the futures trading to a new low will start to decrease.

## Supramax Calendar 3-year Seasonality Avg/Max/Min



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