



Supramax Technical Report

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Index

We were a cautious bear on the last report as the index was in divergence whilst the RSI was at 6.5, suggesting we had limited downside. We have continued to sell lower, resulting in the divergence failing, the RSI and its average are now both at extreme lows; however, this is illustrating the strength of the trend, rather than being oversold. Market buyers are going to need to see a close above the MBP level (USD 8,905) to indicate that buy-side pressure is increasing. If it does, we could potentially test the base of the Fibonacci resistance zone. Based on the strength of this downside move, upside moves should be considered as countertrend at this point.

Feb 25

We noted that on the last report if we traded below the USD 8,050 fractal low, then it would imply that we are seeing a lower timeframe Elliott wave extension to the downside; however, this would also create a positive divergence with the RSI, warning we could see a momentum slowdown. The futures remain bearish with price making a new low, confirming we are seeing a wave extension. In theory, we could trade as low as USD 4,845 within this phase of the cycle; however, we have a note of caution on downside moves at these levels, as the futures are now in divergence with the RSI. Note: there remains a larger, bearish Elliott wave cycle in play, meaning we still consider upside moves as countertrend. A cautious bear.

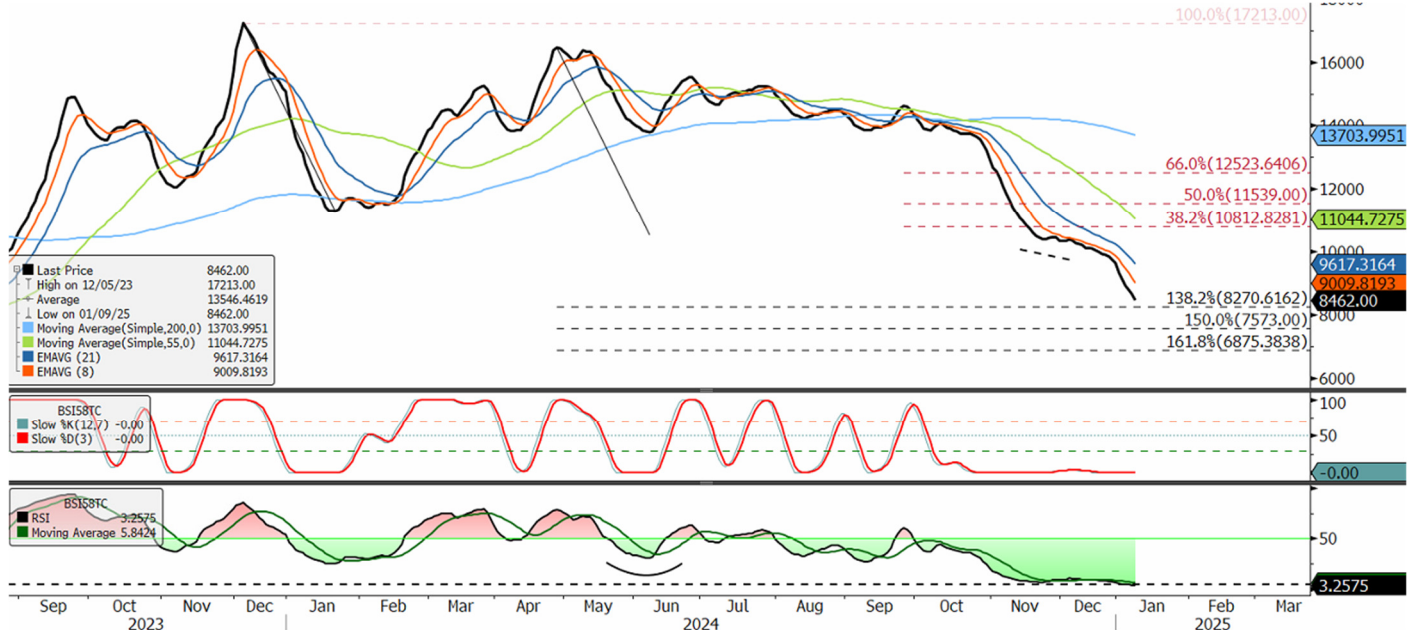
Q2 25

Technically bearish, the MA on the RSI is flat, implying momentum is neutral; however, the RSI is below its average indicating it looks to be transitioning to the sell side. Elliott wave analysis suggests that upside moves should in theory be countertrend, whilst downside moves below USD 10,750 have the potential to trade as low as USD 9,917 within this phase of the cycle. However, a new low will create a positive divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown. Our wave analysis suggests we should trade below USD 10,750; momentum indicates that downside breakouts could struggle to hold.

Cal 26

Technically bearish, the MA on the RSI is flat, implying momentum is neutral; however, the RSI is below its average indicating it could be transitioning to the sell side. Elliott wave analysis is suggesting we have the potential to trade as low as USD 10,225 within this phase of the cycle; however, we are now in divergence with the RSI. Not a buy signal, it is a warning that we have the potential to see a momentum slowdown. Key resistance is at USD 10,845, above this level the probability of the futures trading to a new low will start to decrease; likewise, if rejected, it will warn that there is further downside within this cycle. The divergence will now need to be monitored.

Supramax Index



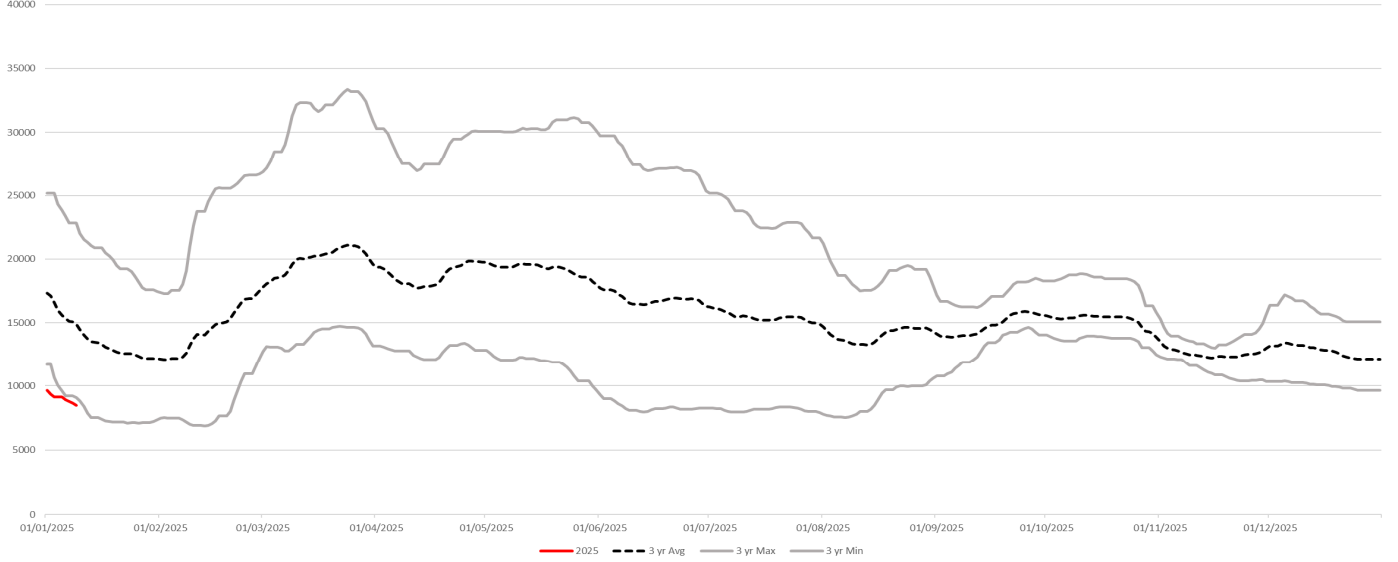
	Support	Resistance	Current Price	Bull	Bear
S1	8,270	R1	8,462	Stochastic oversold	RSI below 50
S2	7,573	R2			
S3	6,875	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (3)
- Stochastic is oversold
- Technically bearish in the previous report, the MA on the RSI indicated that we had light momentum support. Price was in divergence with the RSI, not a buy signal, it warned that we could see a momentum slowdown, which needs to be monitored. The RSI was at 8 with long-term support at 6.5, implying downside moves had the potential to be limited. We were a cautious bear.
- The index has continued to sell lower, resulting in the divergence failing. We are below all key moving averages with the RESI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 8,905 will mean it is aligned to the buy side. Upside moves that fail at or below USD 12,523 will leave the index vulnerable to further tests to the downside, above this level, the technical will have a neutral bias.
- Technically bearish, the RSI and its average are both at extreme lows; however, this is illustrating the strength of the trend, rather than being oversold. Market buyers are going to need to see a close above the MBP level (USD 8,905) to indicate that buy side pressure is increasing. If it does, we could potentially test the base of the Fibonacci resistance zone. Based on the strength of this downside move, upside moves should be considered as countertrend at this point.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Feb 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	8,050	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (29)
- Stochastic is oversold
- Technically bearish on the last report, the upside move previously had not been deep enough to be the Elliott wave pullback that we were looking for. We noted that if we traded below the USD 8,050 fractal low, then it will imply that we are seeing a lower timeframe Elliott wave extension to the downside; however, this would also create a positive divergence with the RSI, warning we could see a momentum slowdown. We maintained our view that upside moves should be considered as countertrend, whilst having a note of caution on downside breakouts below USD 8,050.
- The futures have traded to a low of USD 7,975. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 12,941 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, we have confirmed a lower timeframe Elliott wave extension to the downside. In theory, we could trade as low as USD 4,845 within this phase of the cycle; however, we have a note of caution on downside moves at these levels, as the futures are in divergence with the RSI. Note: there remains a larger, bearish Elliott wave cycle in play, meaning we still consider upside moves as countertrend. A cautious bear.

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



Supramax Q2 25

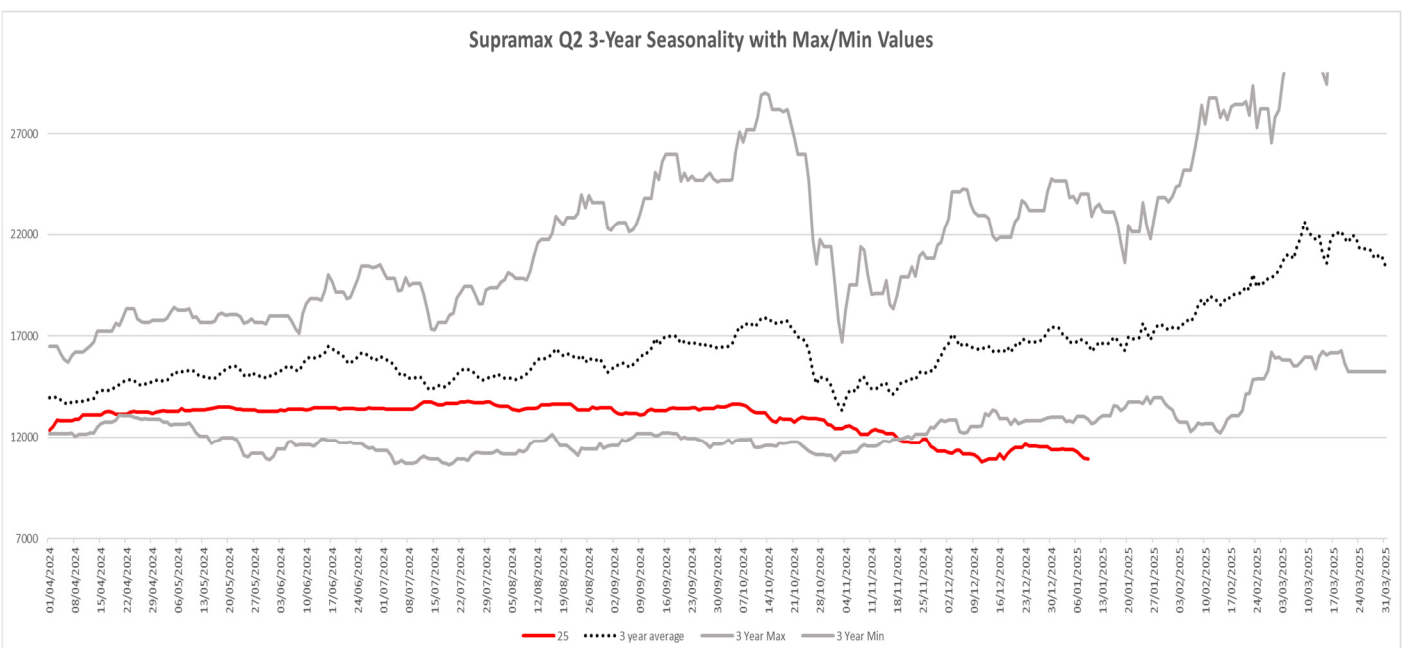


Support	Resistance	Current Price	Bull	Bear
S1	R1	10,925	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Q2
- Technically bearish, the futures have rejected the Fibonacci resistance zone resulting in a move lower. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 12,689 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 flat, implying momentum is neutral; however, the RSI is below its average indicating it looks to be transitioning to the sell side. Elliott wave analysis suggests that upside moves should in theory be countertrend; downside moves below USD 10,750 have the potential to trade as low as USD 9,917 within this phase of the cycle. However, a new low will create a positive divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slow-down. Our wave analysis suggests we could trade below USD 10,750; momentum indicates that downside breakouts could struggle to hold.



Supramax Cal 26



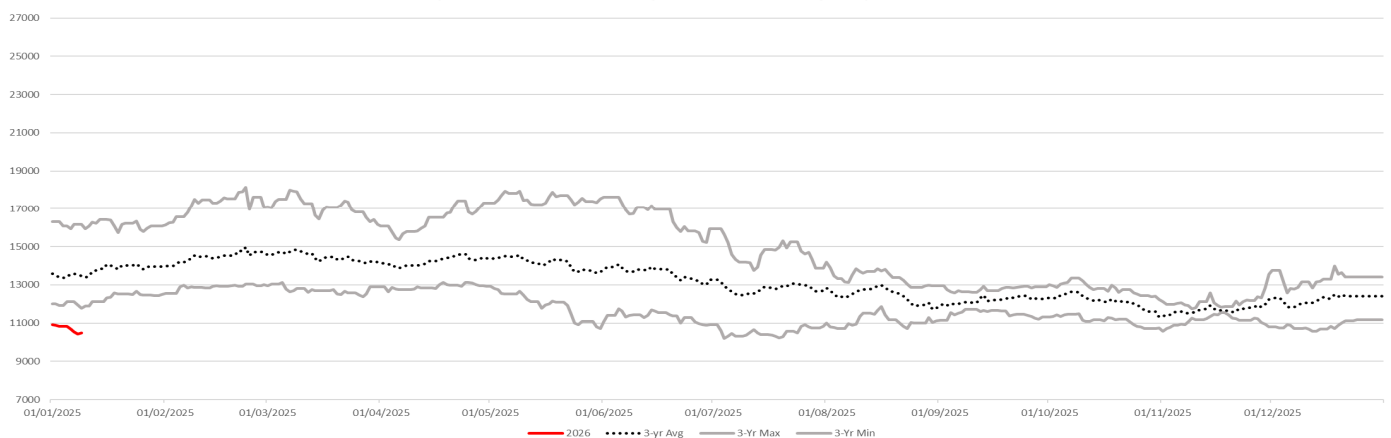
	Support	Resistance	Current Price	Bull	Bear
S1	10,225	R1	10,657	Stochastic oversold	RSI below 50
S2	9,962	R2	10,845		
S3	9,699	R3	11,075		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Cal 26
- Technically bearish, the upside moves in the futures rejected the 55-period MA (USD 11,135) resulting in a move to a new low. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 11,075 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 flat, implying momentum is neutral; however, the RSI is below its average indicating it could be transitioning to the sell side. Elliott wave analysis is suggesting we have the potential to trade as low as USD 10,225 within this phase of the cycle; however, we are now in divergence with the RSI. Not a buy signal, it is a warning that we could see a momentum slowdown. Key resistance is at USD 10,845, above this level the probability of the futures trading to a new low will start to decrease; likewise, if rejected, it will warn that there is further downside within this cycle. The divergence will now need to be monitored.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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