



# Supramax Technical Report

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

## Index

The index was in a bearish trending environment last week with upside moves looking like they could be countertrend. We failed to produce a bullish close resulting in price continuing to sell lower. Market buyers will now need to see a close above the MBP level (USD 6,042) to indicate that buyside pressure is increasing.

## Feb 25

Bearish last week, due to a lower timeframe Elliott wave extension to the downside, we noted that upside moves should be considered as countertrend. The futures have seen light bid support, but we remain below all key moving averages at this point. If we do trade above USD 8,464, then the probability of the futures trading to a new low will start to decrease. Likewise, a move below USD 6,550 will create a positive divergence with the RSI, meaning we have a note of caution on downside breakouts.

## Q2 25

Technically bearish last week, the futures did see a move higher on the back of the positive divergence with the RSI. However, as noted last week, lower timeframe Elliott wave analysis continues to suggest that upside moves should be considered as countertrend in the near-term, making USD 11,096 the key resistance to follow; if broken, then the probability of the futures trading to a new low will start to decrease.

## Cal 26

Technically bearish last week, the futures did find bid support on the divergence with the RSI, resulting in the futures trading up to the base of the Fibonacci resistance zone. If we trade above USD 10,743, then the probability of the futures trading to a new low will start to decrease; likewise, if rejected, it will warn that we have the potential for further downside within the technical.

# Supramax Index



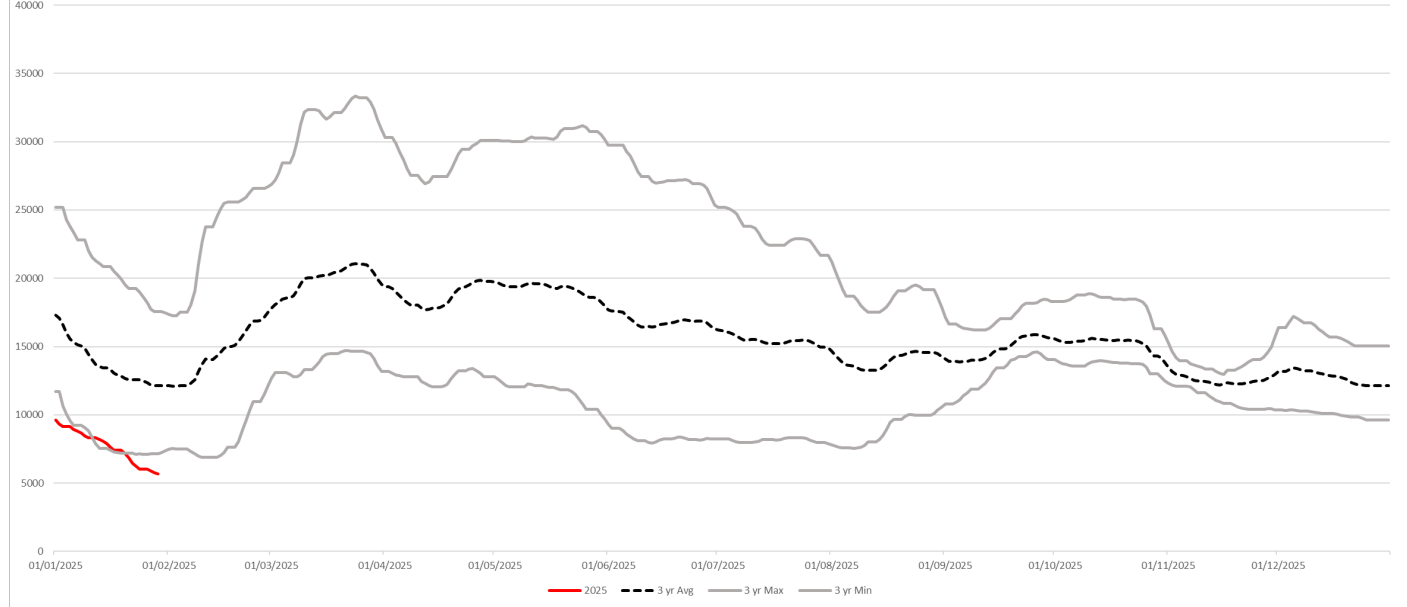
Support	Resistance	Current Price	Bull	Bear
S1	R1	5,700	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (1)
- Stochastic is oversold
- The index remained in a bearish trending environment last week with momentum indicators at extreme lows. Based on the strength of the downside move, upside moves have the potential to be countertrend. We noted that market buyers would need to see a close above the MBP level (USD 7,009) to indicate that buy-side pressure is increasing.
- The index continued to sell lower with price failing to close above the MBP level. We remain 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 6,042 will mean it is aligned to the buy-side. Upside moves that fail at or below USD 11,584 will leave the index vulnerable to further tests to the downside, above this level, the technical will have a neutral bias.
- Unchanged on the technical this week, we remain in a bearish trending environment with momentum indicators at extreme lows. Based on the strength of the downside move, upside moves have the potential to be countertrend. Market buyers will need to see a close above the MBP level (USD 6,042) to indicate that buy-side pressure is increasing.

### Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax Feb 25



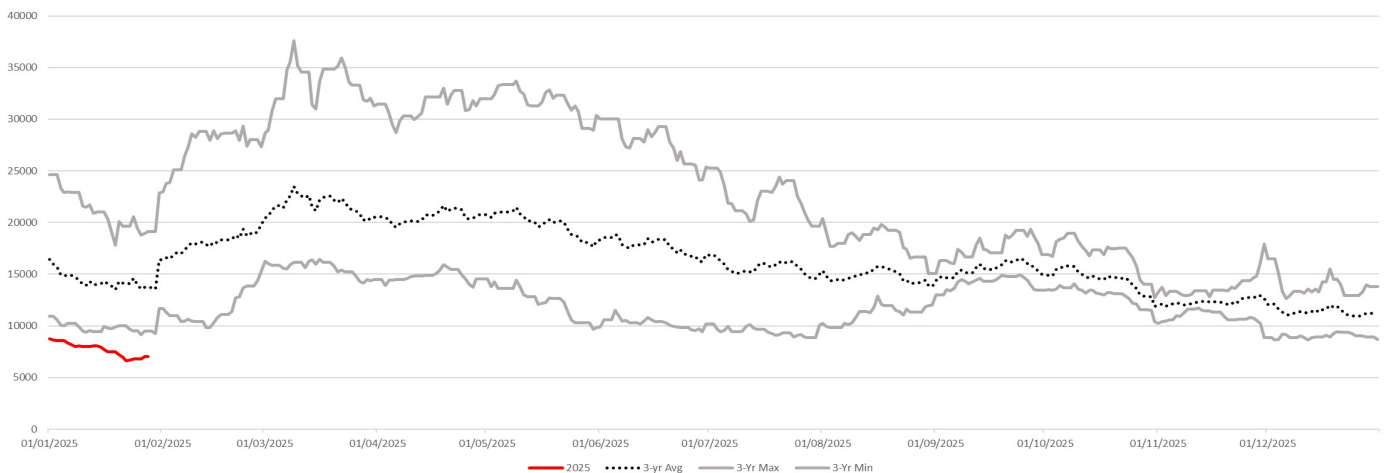
	Support	Resistance	Current Price	Bull	Bear
S1	6,604	R1	7,000	Stochastic oversold	RSI below 50
S2	5,725	R2			
S3	4,845	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (31)
- Stochastic is oversold
- Technically bearish last week. Lower timeframe Elliott wave analysis continued to suggest that we could trade as low USD 4,845 within this phase of the cycle; however, due to a lower timeframe wave extension, intraday upside moves were now considered as countertrend. A close on the daily chart above USD 7,000 will indicate that buy-side pressure was increasing, warning resistance could come under pressure. If we rejected the USD 8,464 level, then the technical suggested we should get the lower timeframe Elliott wave extension to the downside. If broken, the USD 9,450 fractal resistance would start to look vulnerable. The technical implied caution on intraday upside moves in the near-term, despite the daily divergence in play.
- The futures have seen a small move higher, but remain below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 8,464 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, lower timeframe Elliott wave analysis continues to suggest that upside moves have the potential to be countertrend, making USD 8,464 the key resistance to follow. If we do trade above this level, then the probability of the futures trading to a new low will start to decrease. Likewise, a move below USD 6,550 will create a positive divergence with the RSI, meaning we have a note of caution on downside breakouts.

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



# Supramax Q2 25

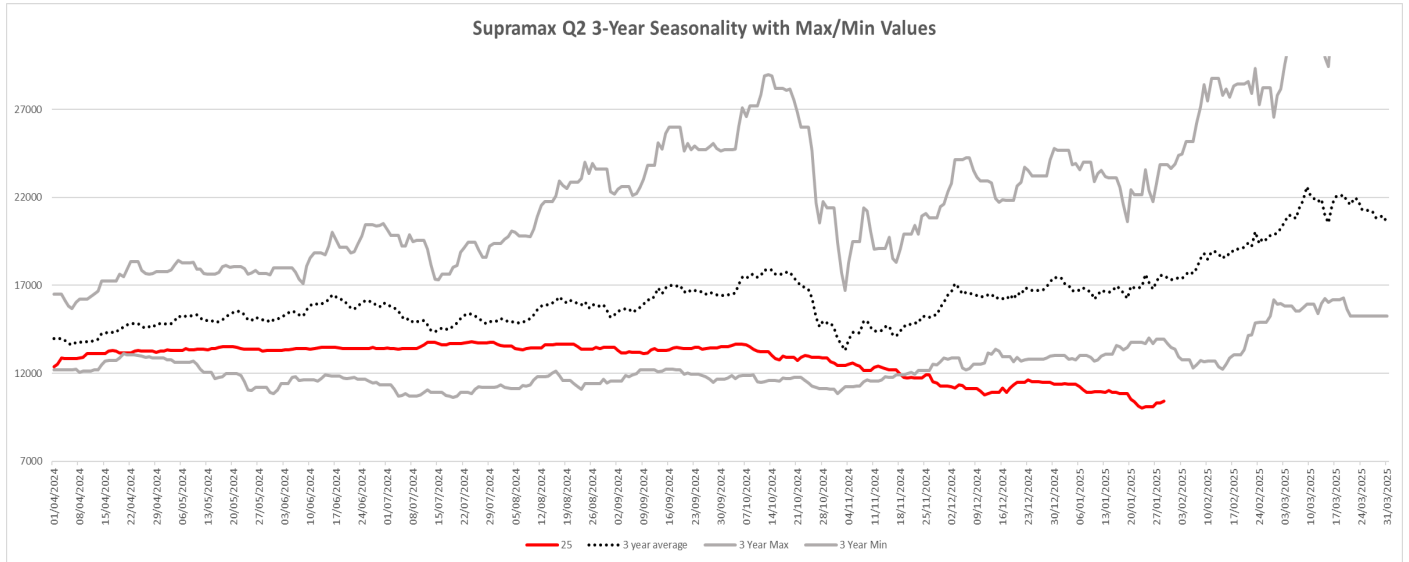


	Support	Resistance	Current Price	Bull	Bear
S1	9,917	R1	11,096		
S2	9,425	R2	11,326		RSI below 50
S3	8,800	R3	11,775		

Source Bloomberg

## Synopsis - above

- Price is between the 8-21 period EMA's
- RSI is below 50 (39)
- Stochastic is below 50
- Technically bearish last week, the MA on the RSI implied that momentum remained weak; countering this, the RSI was in divergence, warning sell side momentum could slow. We had achieved our downside target based on Fibonacci projections; however, lower timeframe Elliott wave analysis based on the move from the USD 11,725 high on the 23/12/24 suggested that intraday upside moves should be considered as countertrend. Like the Feb contract, the technical implies caution on intraday upside moves in the near-term, despite the daily divergence in play.
- The futures did move higher on the positive divergence with the RSI, price is now between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 11,096 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are moving higher on the positive divergence with the RSI. However, as noted previously, lower timeframe Elliott wave analysis continues to suggest that upside moves should be considered as countertrend in the near-term, making USD 11,096 the key resistance to follow; if broken, then the probability of the futures trading to a new low will start to decrease.



# Supramax Cal 26

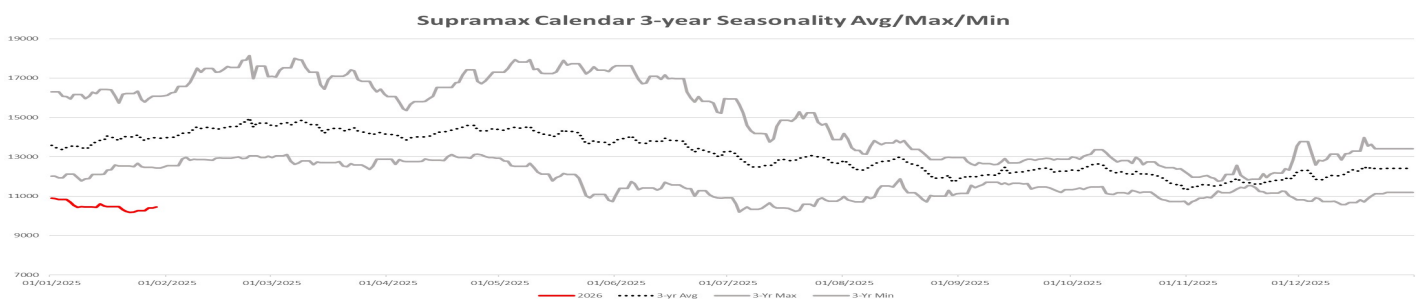


	Support	Resistance	Current Price	Bull	Bear
S1	9,962	R1	10,472		
S2	9,699	R2	10,743		RSI below 50
S3	9,326	R3	11,075		

## Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is below 50 (44)
- Stochastic is below 50
- Technically bearish last week, the MA on the RSI implied that we had light momentum weakness; countering this, we remained in divergence, warning we could see a momentum slowdown. A close above USD 9,986 would indicate that buy-side pressure is increasing, warning resistance levels could come under pressure. However, upside moves that rejected the USD 10,743 level would warn that there was the potential for further downside within the technical; if broken, the probability of the futures trading to a new low would start to decrease. Both daily and intraday timeframes were in divergence, meaning we had a note of caution on moves lower at those levels in the near-term.
- The futures did find bid support on the divergence with the RSI, resulting in the futures trading up to the base of the Fibonacci resistance zone. We are between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 10,743 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are moving higher on the back of the positive divergence with the RSI, making USD 10,743 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease; likewise, if rejected, it will warn that we have the potential for further downside within the technical.



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](http://freightinvestorservices.com)