



# Supramax Technical Report

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

## Index

We have been cautious on downside moves in recent weeks due to the strength of the initial impulse move higher, the index did break fractal resistance last week, resulting in price moving higher. With price holding above the 55-period MA on the pullback it is warning that the USD 11,584 Fibonacci resistance could come under pressure. However, we have polarity resistance at USD 11,301 that has the potential to act as resistance, warning upside moves could be limited. Technically we remain in bearish territory, if we do trade above USD 11,584, then the probability of price trading to a new low will start to decrease.

## April 25

The futures moved to a new high last week; however, price rejected the 200-period MA before moving lower on a negative divergence with the RSI. We remain bullish but in a corrective phase with price testing but holding above the Fibonacci resistance zone at this point. However, we are cautious on moves higher as above USD 12,250 the futures will be in divergence, we also have the 200-period MA and a double top to contend with, suggesting the risk reward from here is not viable, as the technical implies that upside moves could struggle to hold.

## Q3 25

We had warning signs last week that upside moves could struggle to hold. The futures did breach the USD 12,388 resistance; however, the upside move failed to hold. Technically we are bearish with the probability of the futures trading to a new low decreasing. The futures are now at an inflection point, as USD 11,750 is the low of the previous week. If we trade below this level then it will warn that the USD 11,399 support could be tested and broken; if it is, then the technical will be back in bearish territory. Although resistance was broken last week, the upside move does still look like it was a countertrend Elliott wave B, meaning we maintain a note of caution on moves higher at this point.

## Cal 26

Technically bullish last week, we were seeing warning signs of technical weakness, resulting in one more test to the upside before entering a corrective phase. The upside rejection last week is warning that the USD 10,725 fractal support could be tested and broken, if it is we target the USD 10,652 Fibonacci level. This is a key support in the market, a move below this level will warn that the probability of the futures trading to a new low will start to decrease. Conversely, if support holds, then the USD 11,325 fractal high could come under pressure. The depth of the pullback means we are cautious on moves higher, as it suggests support level could be tested and broken in the near-term.

# Supramax Index



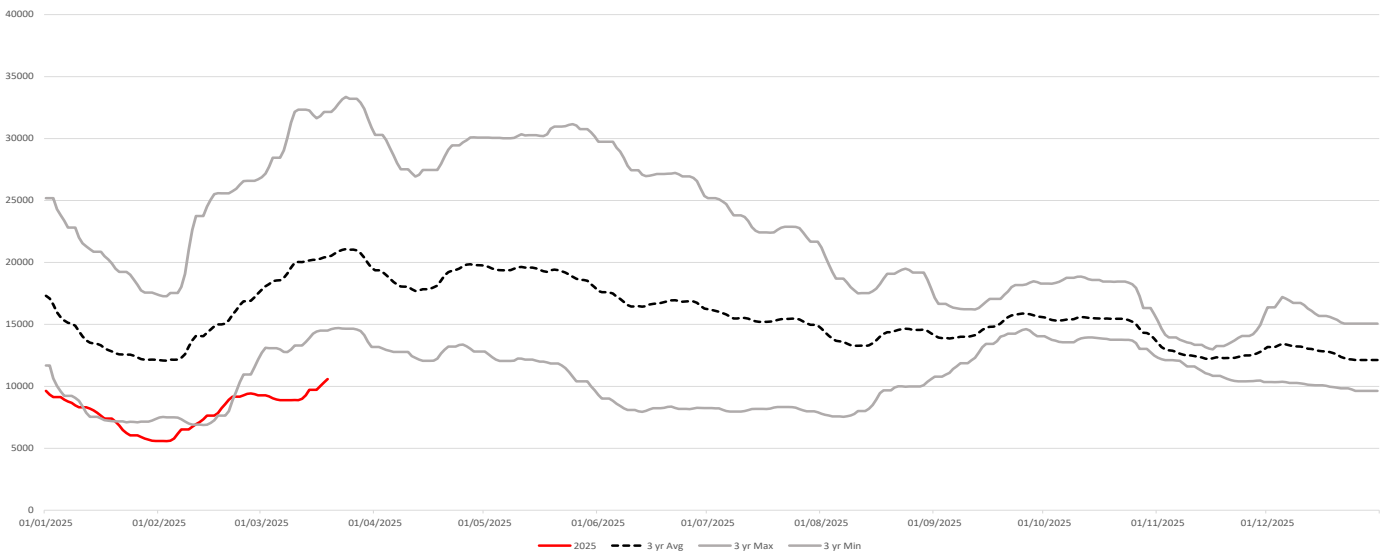
	Support	Resistance	Current Price	Bull	Bear
S1	8,674	R1	11,584	RSI above 50	
S2	8,083	R2	12,707		
S3	7,280	R3	14,616		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (75)
- Stochastic is above 50
- Technically unchanged last week. We remained cautious on moves lower as the recent move higher had been the strongest upside impulse move since Dec 23. We remained bearish; however, we are once again moving higher with price above the MBP level and USD 5 above the weekly pivot point (USD 8,987). We noted that if we move higher again on the 13/03, then the USD 9,432 fractal high could be tested and broken.
- The index has continued to move higher with price breaking the USD 9,432 fractal resistance. We are above the 8-21 period EMA's with the RSI above 50.
- Momentum based on price (MBP) is aligned to the buy side, a close below USD 9,815 will mean it is aligned to the sell 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. Likewise, downside moves that hold at or above USD 67,280 will support a near-term bull argument.
- Technically we remain bearish; however, the corrective move lower has held above the 55-period MA (USD 7,975), resulting in price moving higher, warning the USD 11,584 Fibonacci resistance could come under pressure in. Near-term price action should move higher; however, we have a note of caution as we approach the USD 11,301 area, as the previous support has the potential to act as a resistance, meaning upside moves could potentially be limited.

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



# Supramax April 25



	Support	Resistance	Current Price	Bull	Bear
S1	11,333	R1	12,687	RSI above 50	Stochastic overbought
S2	10,666	R2	13,357		
S3	9,850	R3	14,310		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- Technically bearish with a neutral bias last week, the probability of the futures trading to a new low had started to decrease. We noted that if we traded above the USD 12,225 level it would indicate that we had seen a wave extension to the upside, meaning we could trade as high as USD 13,357 within this phase of the cycle. However, a new high would create a negative divergence with the RSI, warning we could see a momentum slowdown, which would need to be monitored. We also had the 200-period MA at USD 12,419 that had the potential to act as a resistance, meaning we had a note of caution on upside breakouts. If we closed above and held above the 200-period MA, then resistance levels could be tested.
- The futures traded to a new high by USD 25; however, we rejected the 200 period MA (USD 12,337) and moved lower on the negative divergence with the RSI. Price is now between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 10,666 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bearish but in a corrective phase, the MA on the RSI is now flat, implying momentum is neutral. We are currently testing but holding above the Fibonacci support zone, if we close below the 21-period EMA (USD 11,127), it will warn that the USD 10,666 support could be tested and broken. If it is, then the probability of the futures trading to a new high will start to decrease. Lower timeframe wave analysis is warning that we could see one more test to the upside; however, with the divergence and the 200-period MA above us, alongside a double top formation, means we can't see a viable risk reward on any move higher from here.

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



# Supramax Q3

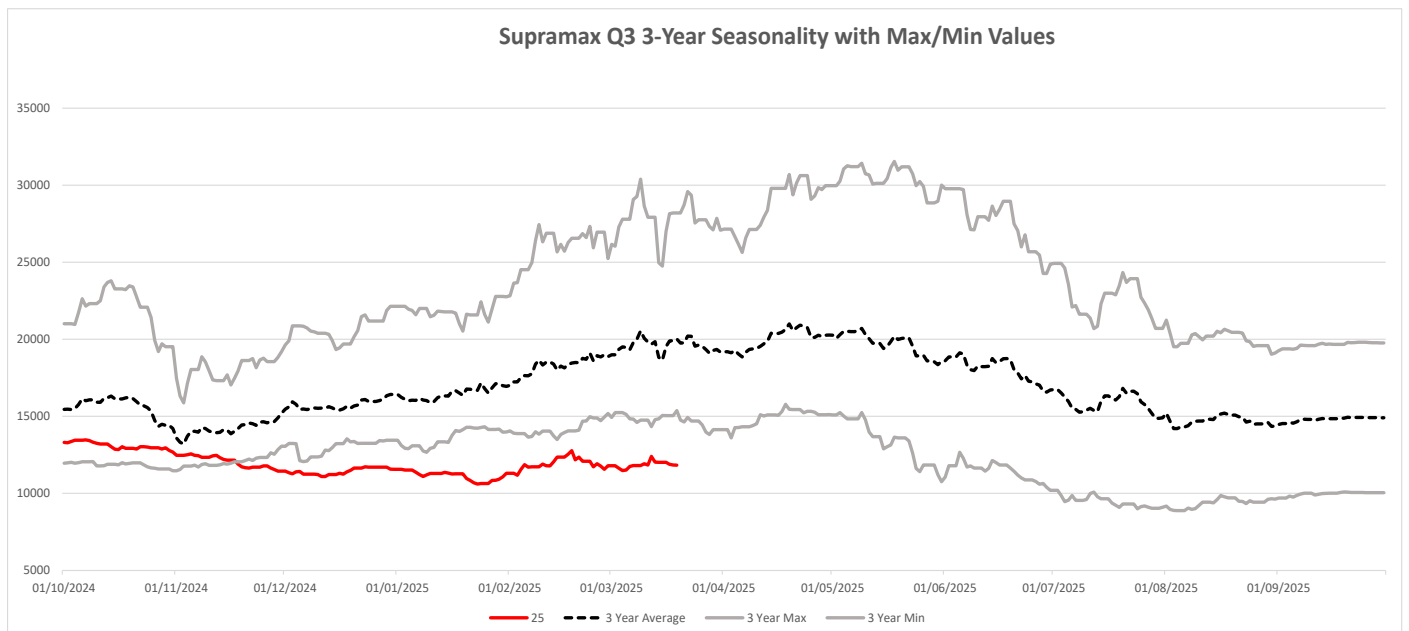


	Support	Resistance	Current Price	Bull	Bear
S1	11,399	R1	12,388		
S2	11,093	R2	12,614		RSI below 50
S3	10,575	R3	13,000		

## Synopsis - above

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is above 50
- The futures had tested but remained below the USD 12,388 resistance last week, if rejected it would warn that support levels could come under pressure; likewise, if broken, then the probability of the futures trading to a new low would start to decrease. Near-term price action had been bullish for 5 of the last 6 sessions, making USD 12,388 a key level in this technical. A rejection candle on the 10/03 and a bearish candle on the 11/03 did suggest we are starting to see some sell side pressure in the market, meaning we had a note of caution on upside moves whilst below USD 12,358.
- The futures did see one more move higher, resulting in the USD 12,388 support being breached; however, the move failed to hold, resulting in price selling lower.
- Technically bearish, the probability of the futures has started to decrease due to the move above the USD 12,388 resistance. However, the futures are now at an inflection point, as USD 11,750 is the low of the previous week. If we trade below this level then it will warn that the USD 11,399 support could be tested and broken; if it is, then the technical will be back in bearish territory. Although resistance was broken last week, the upside move does still look like it was a countertrend Elliott wave B, meaning we maintain a note of caution on moves higher at this point.



# Supramax Cal 26



	Support	Resistance	Current Price	Bull	Bear
S1	10,652	R1	11,225	Stochastic oversold	RSI below 50
S2	10,447	R2	11,385		
S3	10,100	R3	11,511		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Technically bullish last week, the MA on the RSI continued to suggest that momentum remained weak, despite the RSI moving above its average. We were moving higher; however, the previous two sessions produced indecision candles, whilst the candle on the 12/03 was in the process of rejecting the 11,225 level. Price action on this upside move is showing warning signs of weakness at that point. If we did move higher and trade above the USD 11,385 level, then the USD 11,725 fractal high would start to look vulnerable.
- We had one more test to the upside before selling lower. We are now below all key moving averages supported by the RSI below 50.
- Downside moves that hold at or above USD 10,652 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below 11,385 will leave the futures vulnerable to further tests to the downside.
- The upside rejection last week is warning that the USD 10,725 fractal support could be tested and broken, if it is we target the USD 10,652 Fibonacci level. This is a key support in the market, a move below this level will warn that the probability of the futures trading to a new low will start to decrease. Conversely, if support hold, then the USD 11325 fractal high could come under pressure. The depth of the pullback means we are cautious on moves higher, as it suggests support level could be tested and broken in the near-term.

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



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