



Supramax Technical Report

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

Index

We noted last week that upside moves had the potential to be limited due to the resistance at USD 11,301. Having seen a series of small moves higher the futures turned today, warning we could be about to enter a corrective phase. A close below USD 10,722 will warn that buy-side pressure is weakening, whilst a close below the weekly pivot level (USD 10,502) will indicate that sell-side pressure is increasing. Like last week, we are cautious on higher moves due to resistance at USD 11,301.

April 25

We had a note of caution on higher moves last week due to the divergence, the double top formation, and the 200-period MA. A small upside move failed to hold with price now selling lower; if we close today below the 21 – period EMA then the USD 10,666 support could come under pressure. If broken, then the probability of the futures trading to a new high will start to decrease. We maintain a cautious view on upside moves at this point.

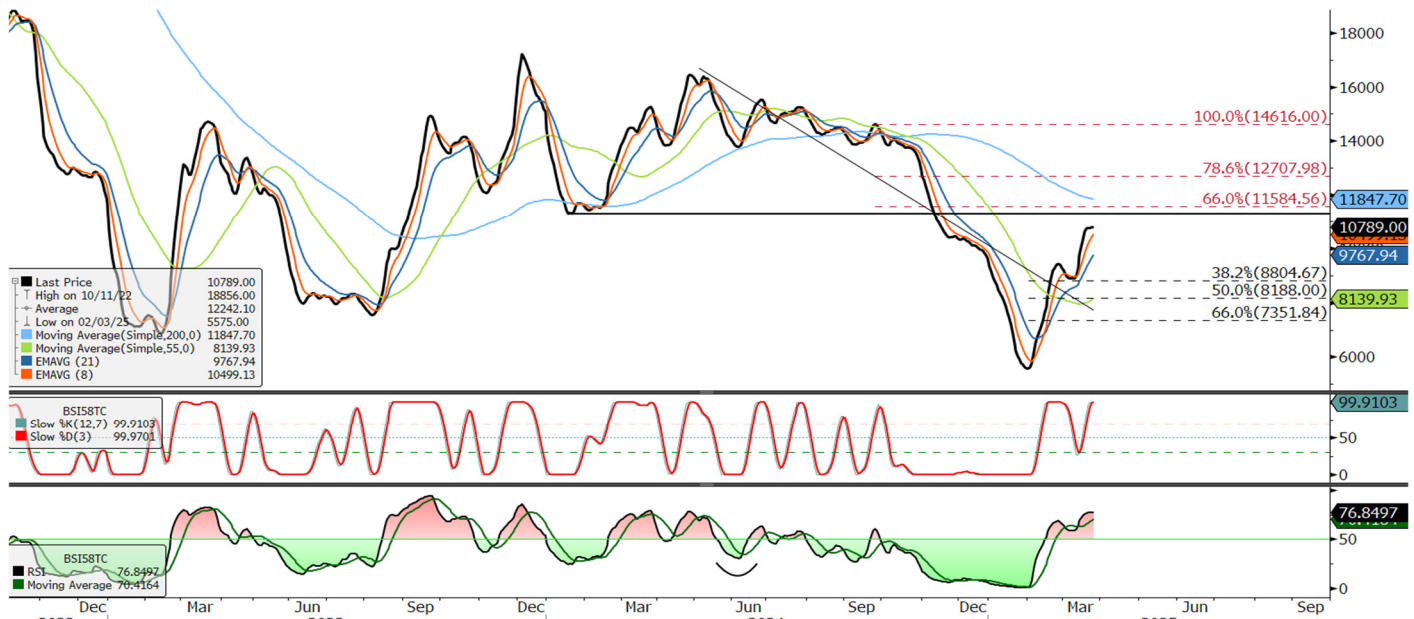
Q3 25

Bearish with a neutral bias last week, the futures were at an inflection point as price was testing the USD 11,750 low from the previous week. Having initially held the USD 11,750 level last week this level has now been broken, suggesting the USD 11,399 level could also be tested and broken. As noted previously, despite the resistance breach (USD 12,388), the upside moves still look like it is a countertrend Elliott wave B, meaning we maintain a note of caution on moves higher at this point.

Cal 26

Bullish last week, the upside rejection previously warned that the USD 10,725 fractal support could be tested and broken. The futures have sold below fractal support, warning the USD 10,652 level will be broken. If it is, then the probability of there being a larger bullish wave cycle in play will start to decrease, warning support levels could come under further pressure.

Supramax Index



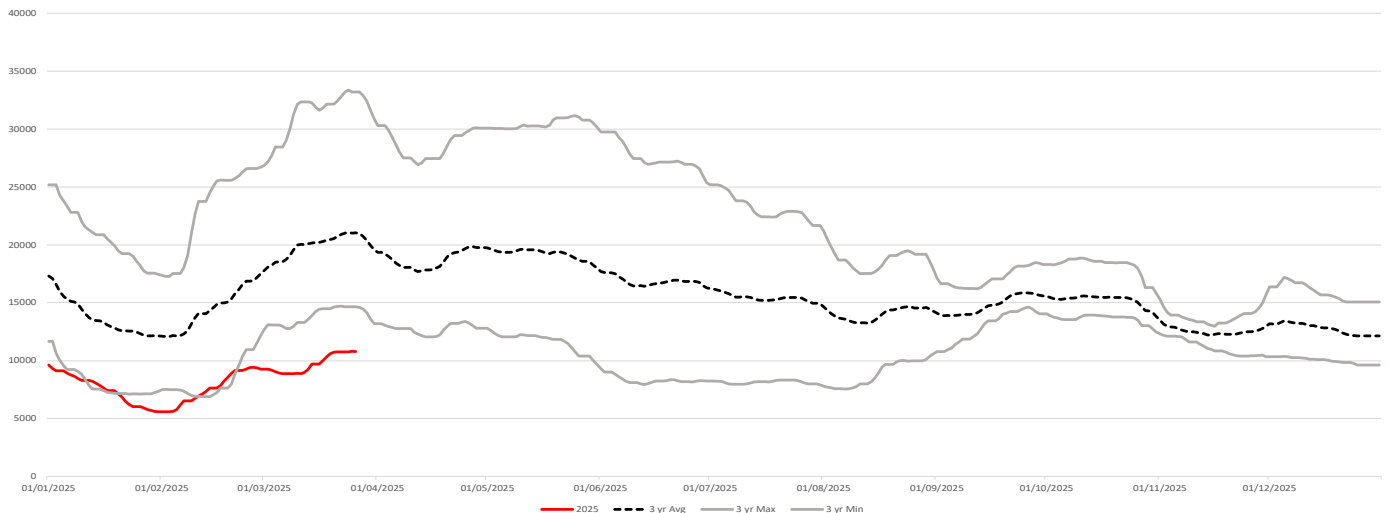
	Support	Resistance	Current Price	Bull	Bear
S1	8,804	R1	11,301	RSI above 50	
S2	8,188	R2	11,584		
S3	7,351	R3	12,707		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (75)
- Stochastic is above 50
- Technically we remained bearish; however, the corrective move lower had 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. We noted that near-term price action should move higher; however, we had a note of caution as we approach the USD 11,301 area, as the previous support had the potential to act as a resistance, meaning upside moves could potentially be limited.
- The index traded to a high of USD 10,801 before seeing a small move lower today. We remain above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 10,722 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 7,351 will support a near-term bull argument.
- Technically bearish, upside price action has slowed in the last week with price turning lower today, warning we could be about to enter a corrective phase. A close below USD 10,722 will warn that buyside pressure is weakening, whilst a close below the weekly pivot level (USD 10,502) will indicate that sell side pressure is increasing. Like last week, we are cautious on higher moves due to resistance at USD 11,301.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax April 25



	Support	Resistance	Current Price	Bull	Bear
S1	10,666	R1	12,250	RSI above 50	Stochastic overbought
S2	10,363	R2	12,687		
S3	9,850	R3	13,357		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is below 50
- Technically bearish but in a corrective phase last week, the MA on the RSI was flat, implying momentum was neutral. We were currently testing but holding above the Fibonacci support zone, if we closed below the 21-period EMA (USD 11,127), it would warn that the USD 10,666 support could be tested and broken. If it was, then the probability of the futures trading to a new high would start to decrease. Lower timeframe wave analysis warned 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, it meant that we could not see a viable risk reward argument on any move higher from here.
- The futures had a small test to the upside, but the move failed to hold, resulting in price moving below the 8-21 period EMA's; however, the RSI remains above 50 at this point.
- 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 we remain bullish but in a corrective phase. As highlighted last week, the futures are selling lower on a negative divergence, having created a double to formation, whilst rejecting the daily 200-period MA (USD 12,238). If we close today below the 21-period EMA (USD 11,194), it will warn that the USD 10,666 support could come under pressure. If broken, then the probability of the futures trading to a new high will start to decrease. We maintain a cautious view on upside moves at this point.

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



Supramax Q3

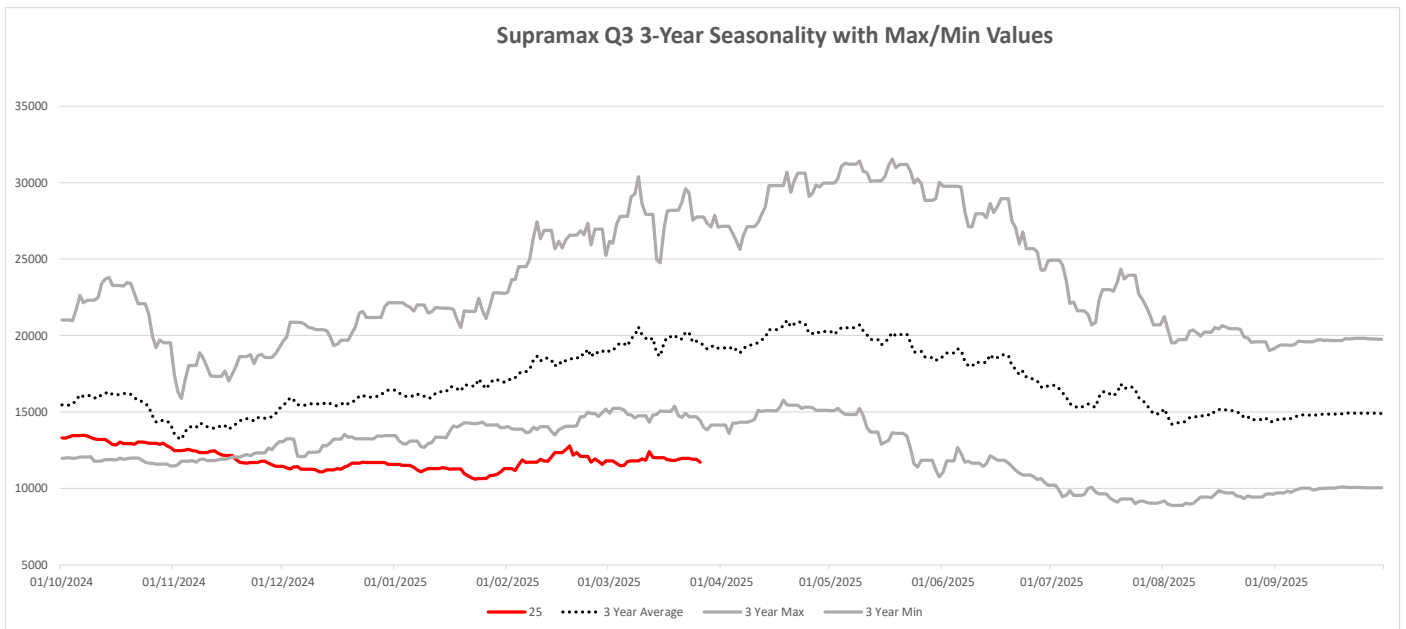


	Support	Resistance	Current Price	Bull	Bear
S1	11,399	R1	12,388		
S2	11,093	R2	12,614		RSI below 50
S3	10,575	R3	13,000		

Synopsis - above

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (48)
- Stochastic is below 50
- Technically bearish last week, the probability of the futures trading to a new low had started to decrease due to the move above the USD 12,388 resistance. However, the futures were at an inflection point, as USD 11,750 was the low of the previous week. If we trade below this level then it would warn that the USD 11,399 support could be tested and broken; if it was, then the technical would be back in bearish territory. Although resistance had been broken, 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 that point.
- The futures held the USD 11,750 level, traded to a high of USD 12,050; however, the move has failed to hold, resulting in price breaching the USD 11,750 support today. We are below the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 11,399 will support a bull argument, below this level will mean the technical is back in bearish territory.
- Bearish with a neutral bias, the move below the USD 11,750 weekly support suggests that the USD 11,399 level could be tested and broken. As noted previously, despite the resistance breach (USD 12,388), the upside moves still look like it is a countertrend Elliott wave B, meaning we maintain a note of caution on moves higher at this point.



Supramax Cal 26



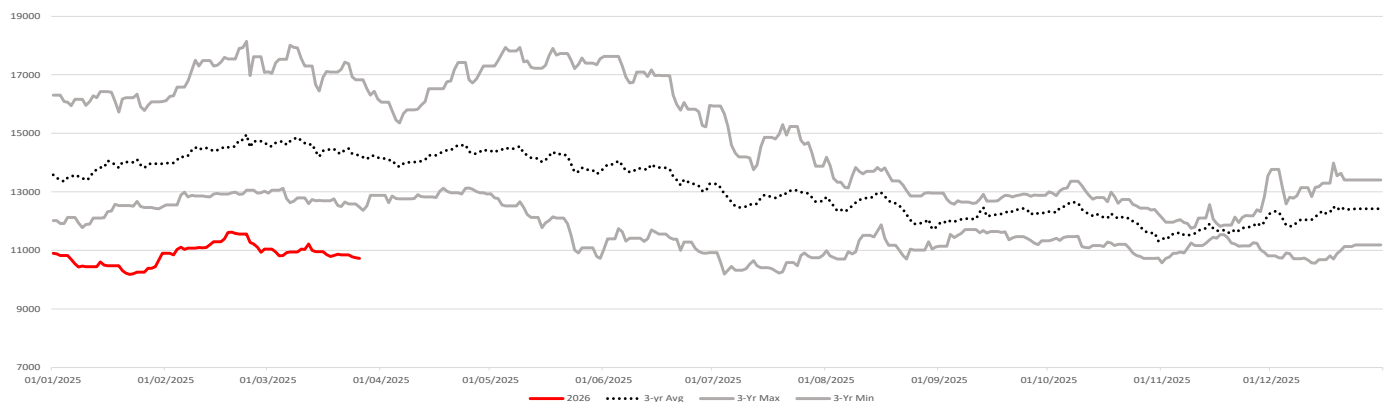
	Support	Resistance	Current Price	Bull	Bear
S1	10,652	R1	11,225	Stochastic oversold	RSI below 50
S2	10,447	R2	11,385		
S3	10,100	R3	11,511		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- The upside rejection previously warned that the USD 10,725 fractal support could be tested and broken, if it was then we would target the USD 10,652 Fibonacci level. We noted that this was a key support in the market, a move below this level would warn that the probability of the futures trading to a new high would start to decrease. Conversely, if support held, then the USD 11,325 fractal high could come under pressure. The depth of the pullback meant that we were cautious on moves higher, as it suggested that support levels could be tested and broken in the near-term.
- We moved sideways for three days before selling below the USD 10,725 fractal support. We are 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.
- Technically bullish, the MA on the RSI implies we have light momentum weakness, whilst the breach in the USD 10,725 support warns the USD 10,652 level will be broken. If it is, then the probability of there being a larger bullish wave cycle in play will start to decrease, warning support levels could come under further pressure.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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