



Supramax Technical Report

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

Index

Bearish last week, the index was turning lower; however, we noted that we still needed to see further downside to confirm that there was genuine technical weakness. We have continued to sell lower with price below the weekly pivot level, warning of continued momentum weakness, meaning the Fibonacci support zone could come under pressure. We have a note of caution on a close above the weekly pivot level as it will warn that buy-side pressure is increasing.

May 25

Technically bullish last week with the MA on the RSI warning momentum was weak. The futures rejected the trend resistance resulting in price selling lower. The futures have traded to new lows, with intraday Elliott wave analysis suggesting upside moves should be considered as countertrend, suggesting there will be futures downside within this corrective move. However, as noted in the morning technical, the intraday futures are in divergence with the RSI, which will need to be monitored.

Q3 25

Bearish with upside moves considered as countertrend last week, the futures broke support, resulting in price trading to new lows. Based on our Elliott wave analysis, we maintain our view that upside moves will be against the trend as we are yet to see a technical pullback. However, the intraday RSI is now in divergence with price, warning we could see a momentum slowdown in the near-term, which will need to be monitored.

Cal 26

Bearish last week, we had a neutral bias as it was unclear if the corrective phase had completed. The futures broke to the downside, creating an Elliott wave extension, meaning upside moves should be considered as countertrend. The intraday RSI is now in divergence with price. Not a buy signal, it is a warning that we could see a momentum slowdown in the near-term, which will need to be monitored.

Supramax Index



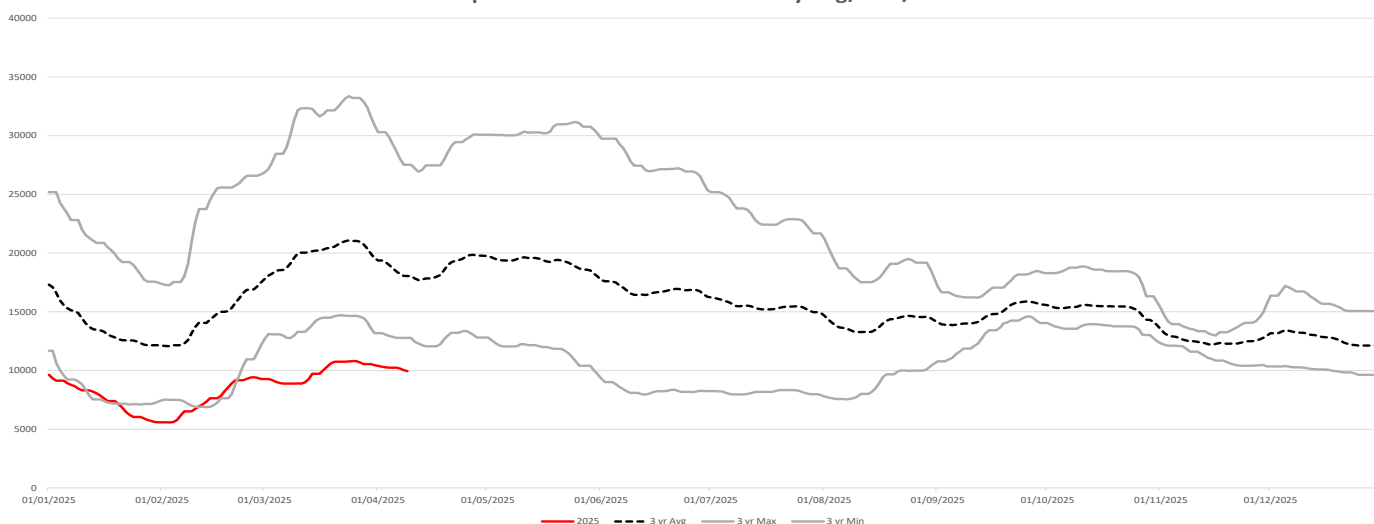
Support	Resistance	Current Price	Bull	Bear
S1	R1	9,944	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic is oversold
- Technically bearish last week, the index was turning lower with price below the weekly pivot level (USD 10,628), warning sell side pressure was increasing; however, we were still above the 21 period EMA (USD 10,033) whilst the 55-period SMA had turned higher, warning Fibonacci support levels could hold if tested. Price action was weakening, but the pullback remained shallow at that point, suggesting we needed to see further downside moves to confirm there is genuine technical weakness.
- The index continues to see small moves lower with price now below the 21- period EMA (USD 10,062) but the RSI's remains above 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 10,189 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. Likewise, downside moves that hold at or above USD 7,351 will support a near-term bull argument.
- Technically bearish with price moving lower, the MA on the RSI implies momentum is weak at this point. Price is below the weekly pivot level (USD 10,315), supporting momentum weakness, warning that Fibonacci support zone could come under pressure. We have a note of caution on a close above the weekly pivot level as it will warn that buy side pressure is increasing.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax April 25



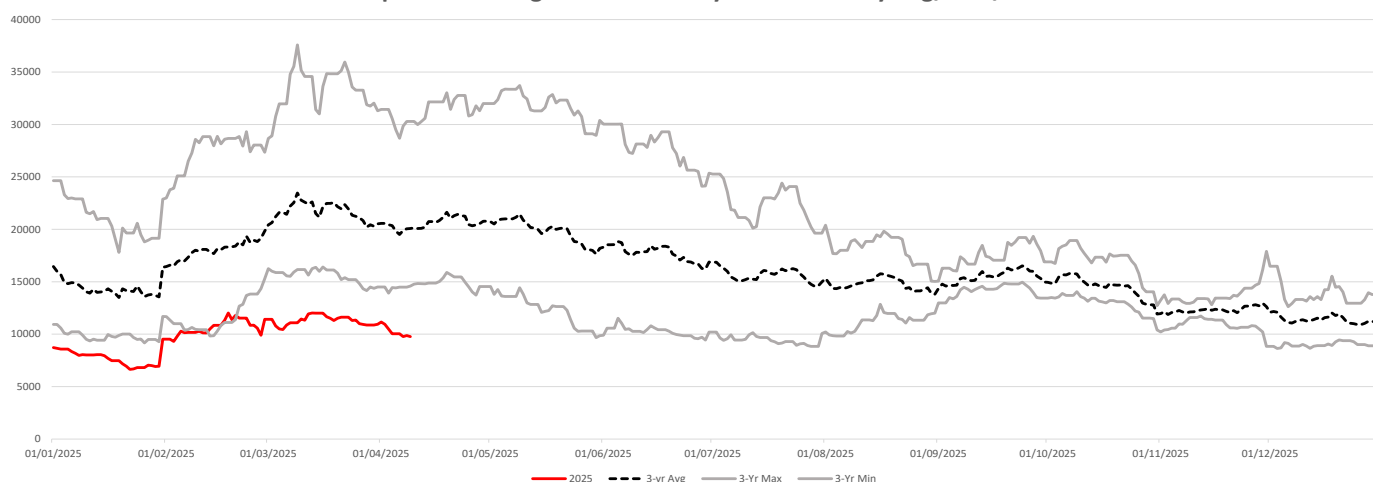
Support	Resistance	Current Price	Bull	Bear
S1	R1	9,775	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic oversold
- Unchanged on the technical last week. We remained bullish with the MA on the RSI warning that momentum was weak. We noted that price had started to consolidate over the previous 4 days with price trading on trend resistance (USD 11,117), if rejected, then the USD 10,666 support would come back under pressure. Likewise, if broken, then we could see another bull wave higher; however, with the double top, 200-period MA and a divergence to the upside, we maintained a note of caution on higher moves. Based on the path of least resistance, the technical suggested support levels were more vulnerable than resistance at that point.
- The futures rejected the trend resistance by the close of business on the day of writing, resulting in price selling below the USD 10,666 level, and fractal support, the technical is now bearish. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 11,332 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 implies momentum is weak. Intraday Elliott wave analysis (Based on the corrective move) is suggesting that upside moves should be considered as countered at this point. If however we do trade above the USD 11,332 level, then the probability of price trading to a new low will start to decrease. We continue to remain cautious on higher moves, as the technical is warning that they could struggle to hold. As noted in the morning technical, the intraday futures are in divergence with the RSI, which will need to be monitored.

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



Supramax Q3



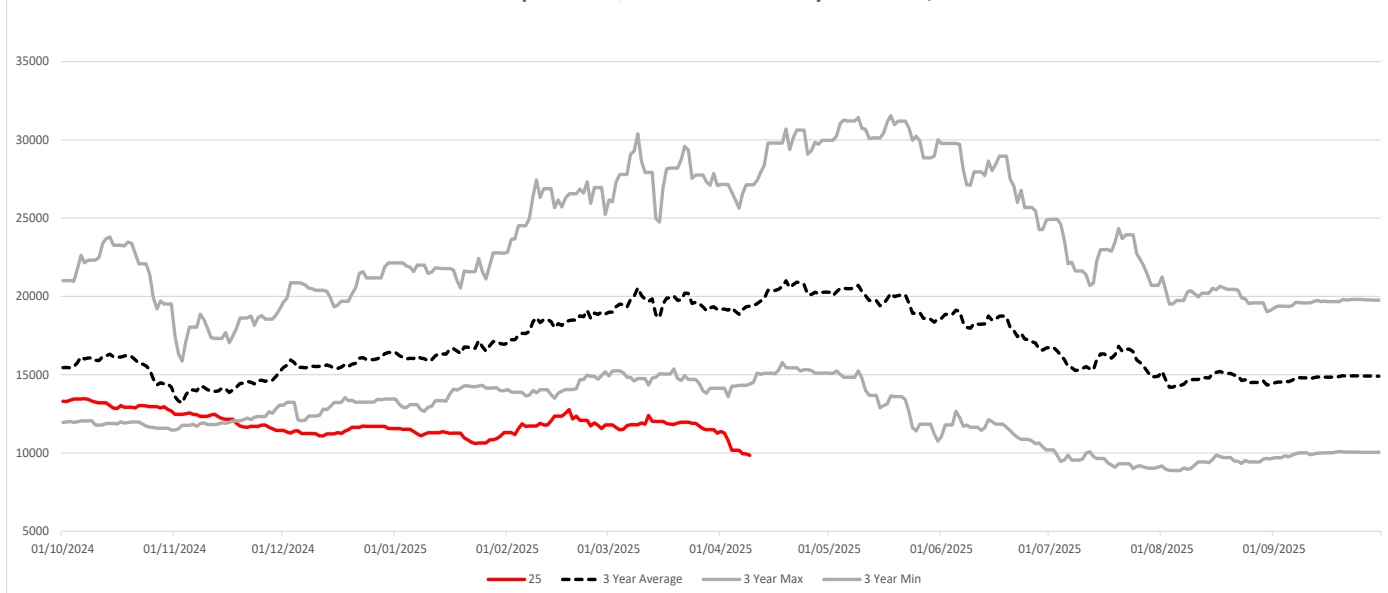
Support		Resistance		Current Price	Bull	Bear
S1	9,562	R1	10,790	9,850	Stochastic oversold	RSI below 50
S2	8,875	R2	11,112			
S3	8,187	R3	11,584			

Synopsis - above

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (29)
- Stochastic is oversold
- We noted last week that the move below the USD 11,399 support meant that the technical was back in bearish territory. The MA on the RSI implied that momentum was weak, whilst lower timeframe Elliott wave analysis suggested that upside moves looked like they could be countertrend, warning support levels remained vulnerable. If we did trade above USD 12,041, then the probability of price trading to a new low would start to decrease.
- The gapped below support the following morning resulting in price selling lower. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 11,548 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 continues to warn that momentum remains weak at this point. We noted last week that upside moves looked like they could be countertrend, with the futures continuing to move lower we have not seen a technical pullback, meaning we maintain our that moves higher will struggle to hold. However, the intraday RSI is now in divergence with price, warning we could see a momentum slowdown in the near-term, which will need to be monitored.

Supramax Q3 3-Year Seasonality with Max/Min Values



Supramax Cal 26



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,675	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 (42)
- Stochastic is oversold
- Technically we were bearish last week due to the move below USD 10,652, as it warned that the probability of price trading to a new high had started to decrease. However, the lower timeframe Elliott wave cycle was unclear, we noted that it may have potentially completed its corrective phase. Due to the lack of clarity, although bearish, we had a neutral view.
- The futures sold lower, resulting in a wave extension to the downside. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 10,798 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 implies that momentum is weak. The downside Elliott wave extension means that upside moves should be considered as countertrend, making USD 10,798 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low has started to decrease. We are bearish with the technical suggesting moves higher will struggle to hold; however, the intraday RSI is now in divergence with price. Not a buy signal, it is a warning that we could see a momentum slowdown in the near-term, which will need to be monitored.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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