



Supramax Technical Report

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

Index

The index remains bearish but continues to move higher, with price now above the weekly pivot level. The MA on the RSI is now flat, implying sell side momentum is slowing, whilst price is moving above the faster moving averages, indicating buy-side pressure is increasing. This is supported by the RSI above 50 whilst the stochastic is oversold, warning there could be further upside within this move. A close below the weekly pivot level (USD 9,915) will warn that sell side pressure is increasing.

May 25

Bearish last week, buy-side pressure was increasing warning the USD 11,332 resistance could be tested and broken, the futures have moved higher, meaning the probability of price trading to a new low has started to decrease. The futures have found bid support on the 50-period MA, warning the 200-period MA at USD 11,843 could come under pressure. A close above the holds above the average will indicate upside continuation. Downside moves below USD 10,600 will signal that sell side pressure is increasing, warning support levels could be tested. The holding of the 50-period MA warns that we could test the 200-period MA could now be tested.

Q3 25

Bearish last week, the futures had moved above the 8-period EMA, warning buy-side pressure was increasing, resulting in price moving higher. We are now trading above the 21-period EMA (USD 10,872), a close above it will suggest that the 55-period MA (USD 11,516) could be about to come under pressure. If it does, then the USD 11,548 resistance is likely to be breached at the same time. This is the key resistance on the technical; if broken, then the probability of the futures trading to a new low will start to decrease, meaning there is a higher chance of the bearish wave cycle failing. Bullish price action continues to warn that resistance levels could be tested and broken.

Cal 26

The futures continue to move higher on the back of the bullish divergence highlighted previously. Technically we are bearish but near-term price action remains bullish with the futures now testing the 21-period EMA (USD 10,335); a close above that holds above this level will warn that the USD 10,798 resistance could come under pressure. If broken, then the probability of the futures trading to a new low will start to decrease. Like the rest of the Supramax complex, the futures are seeing buy-side pressure at this point.

Supramax Index



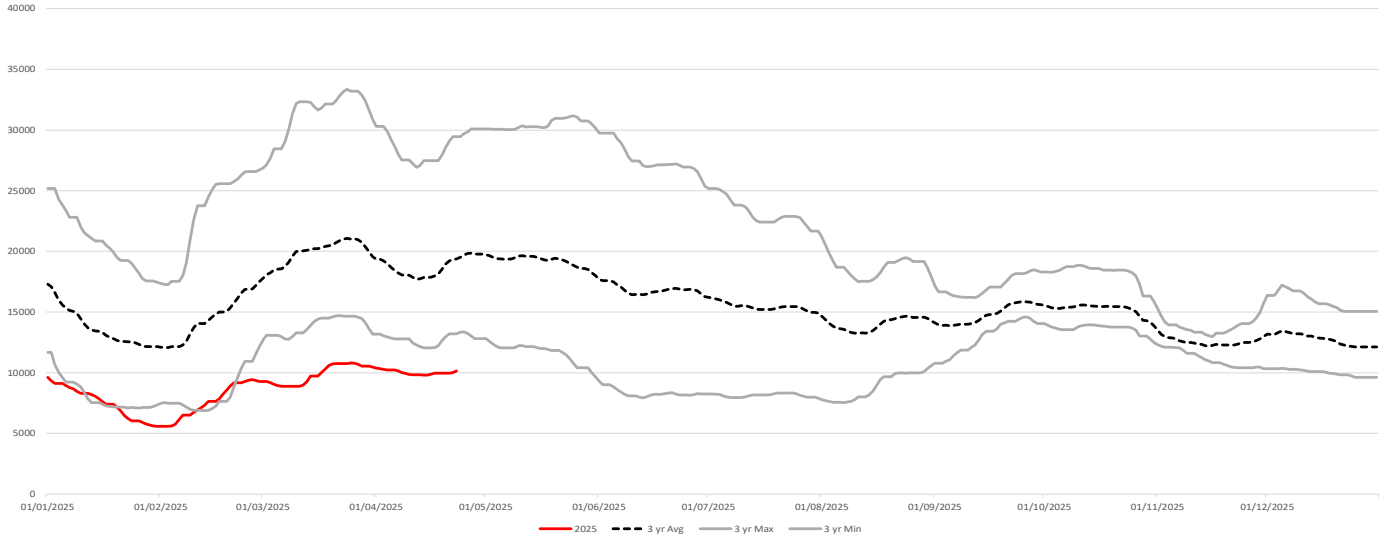
	Support	Resistance	Current Price	Bull	Bear
S1	9,915	R1	11,301	RSI above 50	
S2	8,804	R2	11,584		
S3	8,188	R3	12,707		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (60)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI implied that momentum remained weak; however, price was testing the weekly pivot level (USD 9,945). A close above this level would imply that buy-side pressure was increasing, whilst a close above 10,096 will warn that the USD 10,801 fractal high could be tested and broken. A rejection of either of these levels would leave support levels vulnerable.
- The index continues to find light bid support with price now above the 8-21 period EMA whilst the RSI is above 50.
- Momentum based on price (MBP) is aligned to the buy-side, a close below USD 9,926 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, the MA on the RSI is now flat, implying sell side momentum is slowing, whilst price is moving above the faster moving averages, indicating buy-side pressure is increasing. This is supported by the RSI above 50 whilst the stochastic is oversold, warning there could be further upside within this move. A close below the weekly pivot level (USD 9,915) will warn that sell side pressure is increasing.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax May 25



	Support	Resistance	Current Price	Bull	Bear
S1	10,179	R1	11,375	RSI above 50	Stochastic overbought
S2	9,400	R2			
S3	8,488	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic overbought
- Technically we remained bearish last week with the MA on the RSI flat, confirming sell side momentum was neutral. Price was approaching key resistance at USD 11,332, if broken, then the probability of price trading to a new high would start to decrease. Buyside pressure was increasing, warning that there is a now a greater chance that the USD 11,332 resistance could be tested and broken; if it was, then the USD 12,250 fractal high would start to look vulnerable. This would also mean that we would have a neutral view, as the upside move would have been stronger than expected.
- The futures have traded above the USD 11,332 resistance, meaning the probability of price trading to a new low has started to decrease. We are above the 8-21 period EMA's supported by the RSI above 50.
- Downside moves that hold at or above USD 10,179 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the futures have found bid support off the 50-period MA (USD 10,899), warning the 200-period MA at USD 11,843 could come under pressure. A close above the holds above the average will indicate upside continuation. Downside moves below USD 10,600 will signal that sell side pressure is increasing, warning support levels could be tested. The holding of the 50-period MA warns that we could test the 200-period MA could now be tested.

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



Supramax Q3

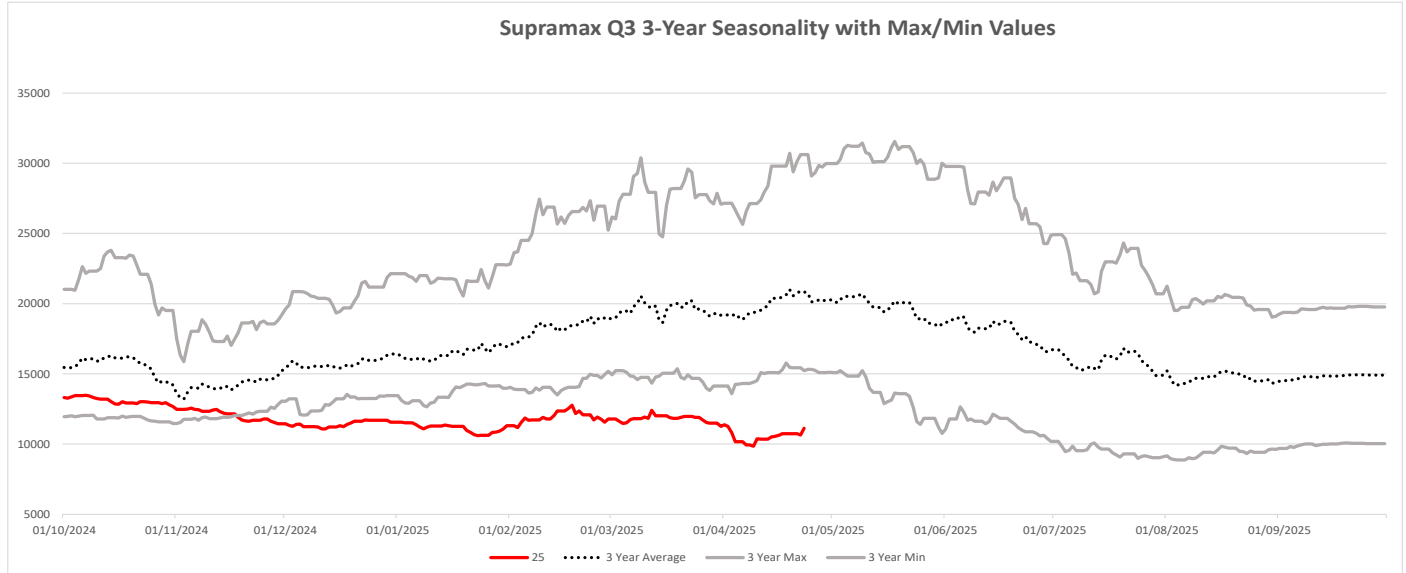


	Support	Resistance	Current Price	Bull	Bear
S1	10,217	R1	11,548		
S2	9,750	R2	11,891		RSI below 50
S3	9,562	R3	12,475		

Synopsis - above

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is above 50
- Technically bearish last week, the MA on the RSI implied that we had light momentum weakness, whilst the RSI was above its average, warning momentum was transitioning to the buyside. Price was above the 8 period EMA (USD 10,542), indicating buyside pressure was increasing. If we closed above the 21-period EMA (USD 10,882) it would warn that the USD 11,548 resistance could come under pressure. If broken, then the probability of price trading to a new low would start to decrease. Our wave analysis continued to suggest that upside moves should in theory be countertrend. However, with sell side momentum slowing whilst faster moving EMA's were turning higher, the technical warned that resistance levels are looking vulnerable.
- The futures have continued to move higher with price above the 8-21 period EMA's with the RSI near-neutral at 49.
- 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.
- Buyside pressure continues to increase with price now trading above the 21-period EMA (USD 10,872), a close above it will suggest that the 55-period MA (USD 11,516) could be about to come under pressure. If it does, then the USD 11,548 resistance is likely to be breached at the same time. This is the key resistance on the technical; if broken, then the probability of the futures trading to a new low will start to decrease, meaning there is a higher chance of the bearish wave cycle failing. Bullish price action continues to warn that resistance levels could be tested and broken.



Supramax Cal 26



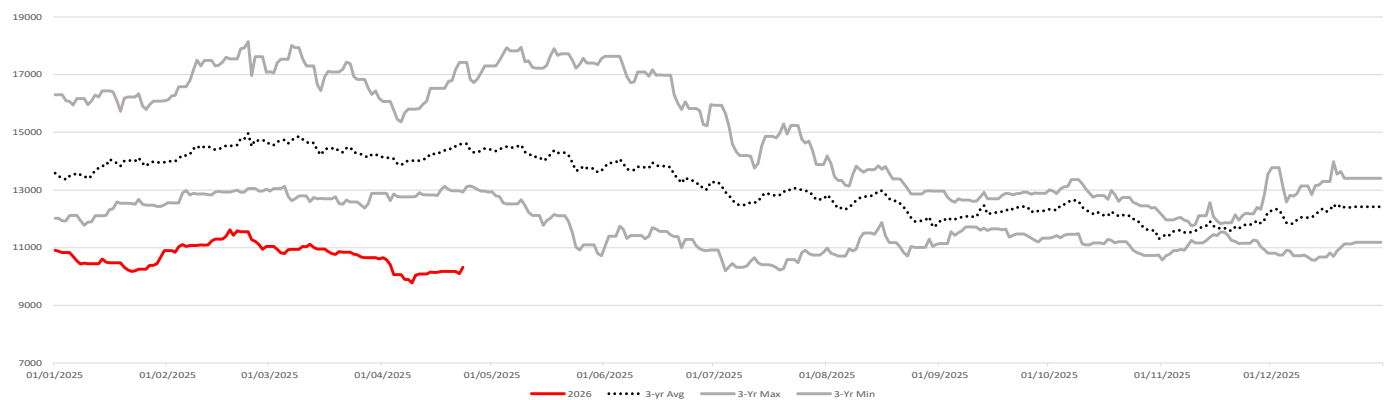
	Support	Resistance	Current Price	Bull	Bear
S1	9,707	R1	10,367		RSI below 50
S2	9,325	R2	10,550		
S3	8,943	R3	10,798		

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is below 50 (38)
- Stochastic is below 50
- Unchanged on the technical last week, the futures were finding light bid support on the back of the divergence. However, our Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 10,798 the key resistance to follow. If broken, then the probability of price trading to a new low would start to decrease.
- The futures continue to find bid support on the back of the divergence with price now testing the base of the Fibonacci resistance zone.
- 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 is flat, confirming sell side momentum has slowed. Near-term price action remains bullish with the futures now testing the 21-period EMA (USD 10,335); a close above that holds above this level will warn that the USD 10,798 resistance could come under pressure. If broken, then the probability of the futures trading to a new low will start to decrease. Like the rest of the Supramax complex, the futures are seeing buyside pressure at this point.

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