



Supramax Technical Report

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Index

The futures have moved higher due to the 3-wave pattern highlighted last week. Technically bullish, we continue to consolidate within the linear regression channel. We are above the linear regression line (USD 9,890), if we hold above the line than we target the upper channel resistance (two standard deviations above the linear regression line) at USD 10,349. Conversely, a close below the USD 9,890 level will warn that the weekly pivot level could be tested and broken (USD 9,729), if it is, then market sellers will target the channel support at USD 9,432 (two standard deviations below the linear regression line). Although the longer-term technical is bullish, price action is neutral at this point due to the consolidation channel.

July 25

The futures traded to a high of USD 10,875 last week, before rejecting the 200-period MA (USD 10,930) and selling lower. the corrective move lower is holding above a small trend support line (USD 10,378) whilst the MA on the RSI is indicating momentum is supported. If we hold the support line, then we could see the 200-period MA come back under pressure; for upside continuation, we will need to close and hold above the average. Conversely, a close below trend support will leave the USD 9,625 fractal support vulnerable.

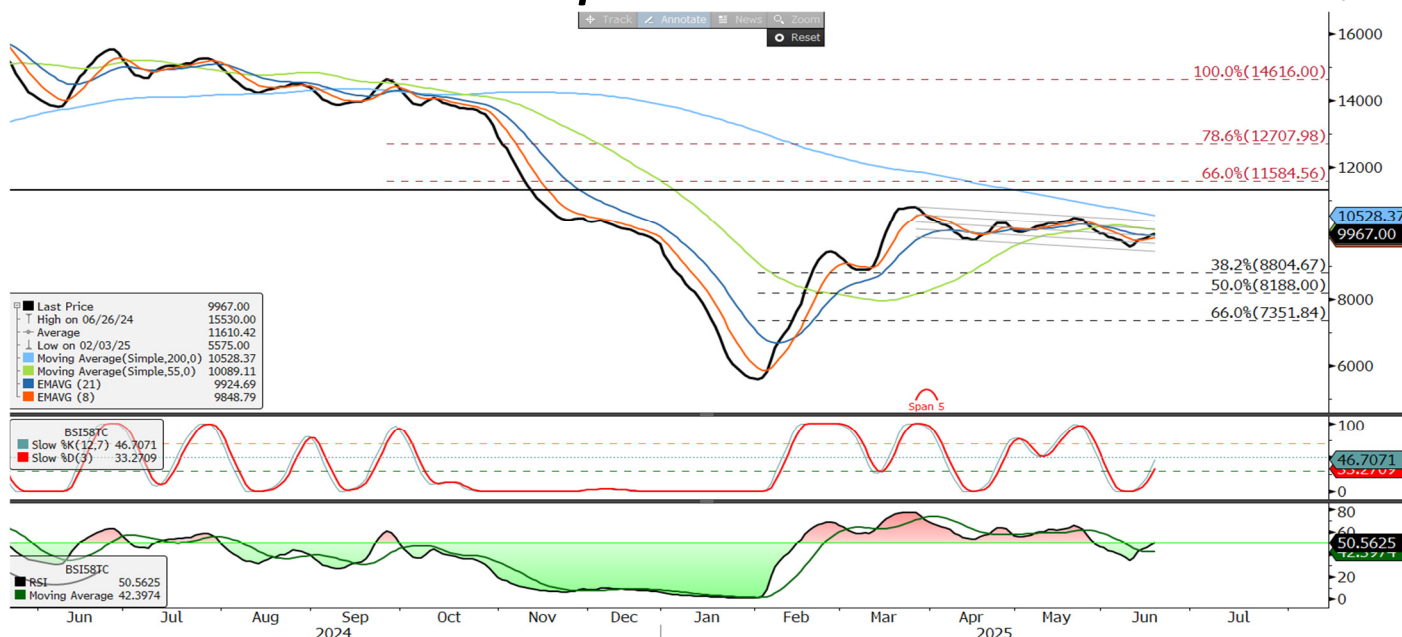
Q3 25

The futures traded to a high of USD 10,850; however, the move failed to hold, resulting in price closing back below its 55-period average (USD 10,589). We remain bearish with price holding trend support. A close above USD 10,710 will indicate that buy-side pressure is increasing, warning the USD 10,950—USD 11,112 resistance levels could be tested and broken. Conversely, a close below USD 10,525 will warn that the USD 10,150 and USD 9,750 fractal support levels could come under pressure. Upside momentum remains weak; however, this could change with a close above USD 10,710.

Cal 25

Technically neutral, the ascending triangle does have bullish connotations due to the rising trend line. A close that holds above USD 10,325 will warn that resistance levels could come under pressure. Likewise, a close below the support line (USD 10,103) will indicate that the USD 9,750 fractal low could be tested and broken.

Supramax Index



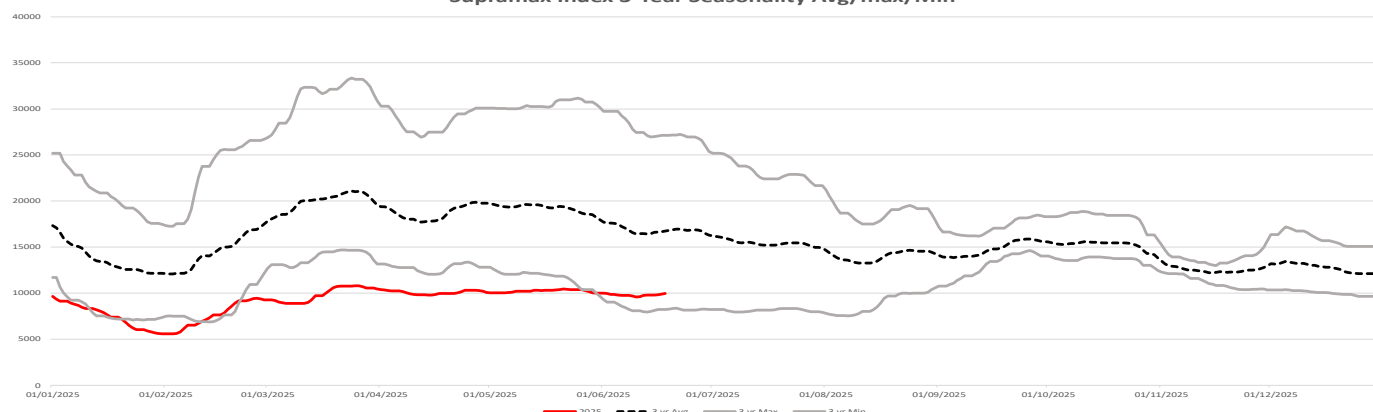
Support	Resistance	Current Price	Bull	Bear
S1	R1	9,967		
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is below 50
- Technically bearish last week, the index was holding just below the support zone highlighted previously. Linear regression support had been adjusted to USD 9,473; however, the MA on the RSI implies that momentum remained weak. A close above USD 9,714 would warn that sell side pressure had eased, whilst a close above the weekly pivot level (USD 9,835), would indicate that buy-side pressure was increasing. The break in the fractal support (USD 9,802), meant that we had a 3-wave pattern lower, meaning market sellers should be cautious if we started to see a close above the weekly pivot level.
- The index did move higher on the 3-wave pattern, with price closing above the weekly pivot level (USD 9,729) on Monday. 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 9,816 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 bullish, the index remains in the sideways channel with price moving above the linear regression line (USD 9,890), if we hold above the line than we target the upper channel resistance (two standard deviations above the linear regression line) at USD 10,349. Conversely, a close below the USD 9,890 level will warn that the weekly pivot level could be tested and broken (USD 9,729), if it is, then market sellers will target the channel support at USD 9,432 (two standard deviations below the linear regression line). Although the longer-term technical is bullish, price action is neutral at this point due to the consolidation channel.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax July 25



Support		Resistance		Current Price	Bull	Bear
S1	10,378	R1	10,930	10,525	RSI above 50	Stochastic overbought
S2	9,625	R2	11,332			
S3	9,400	R3	11,672			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Technically bullish last week, having traded above the USD 10,600 level the futures rejected the 55-period MA, resulting in a small move lower. We were now seeing bid support but remain below the average (USD 10,477). A close above that held above it would target the 200-period MA (USD 11,036). Due to price being in bullish territory whilst holding intraday support, we maintained a cautious view on downside moves at that point, as they could struggle to hold.
- The futures traded to a high of USD 10,875 last week, before rejecting the 200-period MA (USD 10,930) and selling lower. We are above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 11,332 will warn that there could be a larger, bearish Elliott wave cycle in play.
- Technically bullish, the corrective move lower is holding above a small trend support line (USD 10,378) whilst the MA on the RSI is indicating momentum is supported. If we hold the support line, then we could see the 200-period MA come back under pressure; for upside continuation, we will need to close and hold above the average. Conversely, a close below trend support will leave the USD 9,625 fractal support vulnerable.

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



Supramax Q3



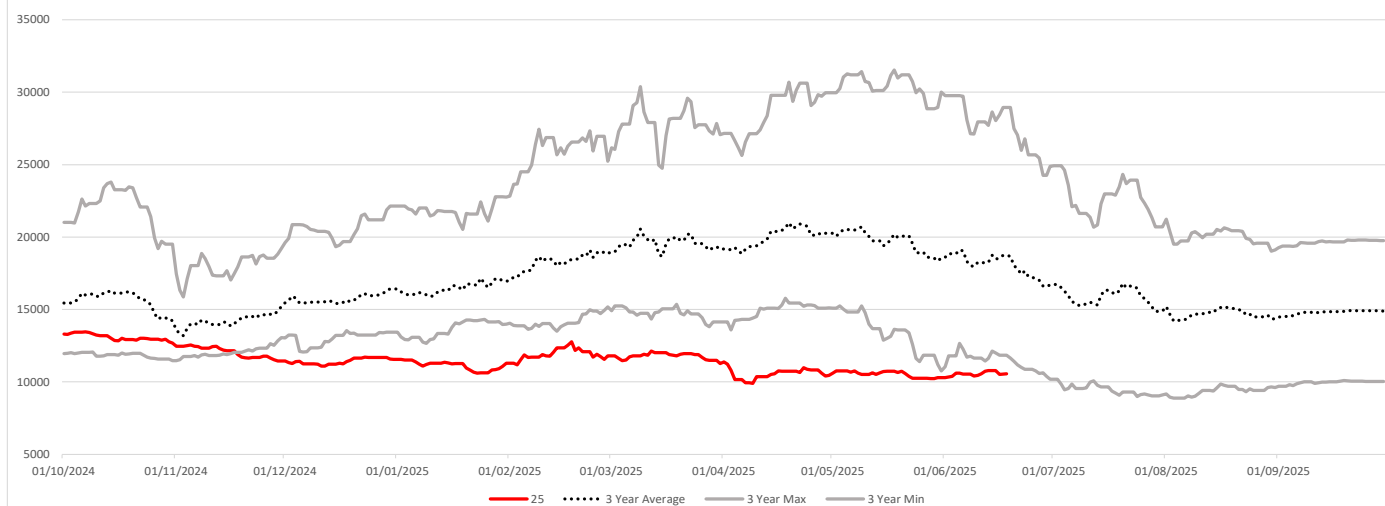
Support		Resistance		Current Price	Bull	Bear
S1	10,525	R1	10,710	10,675		RSI below 50
S2	10,217	R2	10,950			
S3	9,750	R3	11,112			

Synopsis - above

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is above 50
- Technically bearish last week, near-term price action was above its resistance line, warning buyside pressure was increasing. Having rejected the 55—period MA previously (USD 10,694), the technical suggested that for upside continuation, we would need to see a close that held above the 55-period MA. Failure to close above the average was likely to put price back into the downward channel.
- The futures traded to a high of USD 10,850; however, the move failed to hold, resulting in price closing back below its 55-period average (USD 10,589). Having held trend support the futures are now back above the MA, but the candle remains open. We are above 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 futures are holding trend support whilst the MA on the RSI implies that momentum is supported. A close above USD 10,710 will indicate that buyside pressure is increasing, warning the USD 10,950—USD 11,112 resistance levels could be tested and broken. Conversely, a close below USD 10,525 will warn that the USD 10,150 and USD 9,750 fractal support levels could come under pressure. Upside momentum remains weak; however, this could change with a close above USD 10,710.

Supramax Q3 3-Year Seasonality with Max/Min Values



Supramax Cal 26



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,250		Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- The futures had entered a consolidation period last week, the ascending triangle pattern had already failed; however, price had traded through its Apex. We noted that there was an argument that the Ascending triangle was just bigger than anticipated, so we had redrawn the pattern. In theory our Elliott wave analysis suggests that upside moves should be considered as countertrend, in reality, we remained neutral within the larger pattern.
- The futures remain within the ascending triangle. We are above the 8-21 period EMA's supported by the RSI above 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 neutral, the ascending triangle does have bullish connotations due to the rising trend line. A close that holds above USD 10,325 will warn that resistance levels could come under pressure. Likewise, a close below the support line (USD 10,103) will indicate that the USD 9,750 fractal low could be tested and broken.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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