

Supramax Sep 25 Morning Technical Comment – 240 Min



	Support		Resistance		Current Price	Bull	Bear
S1	15,108	R1	15,975		15,450	RSI above 50	Stochastic overbought
S2	14,630	R2	16,624				
S3	13,998	R3	17,548				

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (71)
- Stochastic is overbought
- Price is above the daily pivot USD 15,108
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported. The futures were approaching the USD 15,125 fractal high, once broken, it would confirm that we had entered the bullish impulse wave 5, meaning we had a potential upside target at USD 16,624. However, a new high would create a negative divergence with the RSI, not a sell signal, it warned that we could see a momentum slowdown, which needed to be monitored.
- The futures have now entered a bullish impulse wave 5 for this phase of the cycle. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 15,108 with the RSI at or below 60 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 13,998 will support a bull argument, below this level the technical will have a neutral bias (for this phase of the cycle).
- Technically bullish, the MA on the RSI implies that momentum is supported. The new high means we now have a potential upside target at USD 16,624 for this phase of the cycle; we should note that we have the 200-period weekly MA at USD 16,254, this has the potential to attract selling interest. We are in divergence with the RSI, not a sell signal, it is a warning that we could see a momentum slowdown which will need to be monitored. The Jan March move higher consisted of 5-waves, as has the April - August move. Both these waves are bullish impulse, indicating that there looks to a larger, bullish Elliott wave cycle in play. When we do complete the current cycle, we should enter a countertrend Elliott wave 4, this in theory should be deeper than the last pullback due to it being a higher timeframe cycle, making USD 11,622 the key support to follow.

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