



Supramax Technical Report

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Index

Technical outlook: Bullish Throwback

Unchanged on the technical again this week. The positive reversal pattern remains in play, meaning we maintain a cautious approach to lower moves while above USD 12,612. The RSI is now resting its moving average, a close and hold above it will imply buy-side momentum is increasing, warning the 200-period MA at USD 14,127 could come under pressure. A close and hold above the average will signal an increase in buy-side pressure, based on price.

May 26

Technical outlook: Momentum support

We noted previously that the depth of the pullback previously suggested that upside moves should be considered as counter-trend, meaning that the broader Elliott wave cycle had become neutral. Buy-side momentum is on the increase, making USD 16,780 the key resistance to follow; if rejected, then the USD 13,200 support will still be considered as vulnerable; conversely, if breached, the Elliott wave cycle will re-enter bullish territory. In theory, this correction should consist of 3-wave; however, price behaviour is less likely to follow 'normal' psychological footprints due to the situation in the Middle—East.

Q3 26

Technical Outlook: Momentum increasing

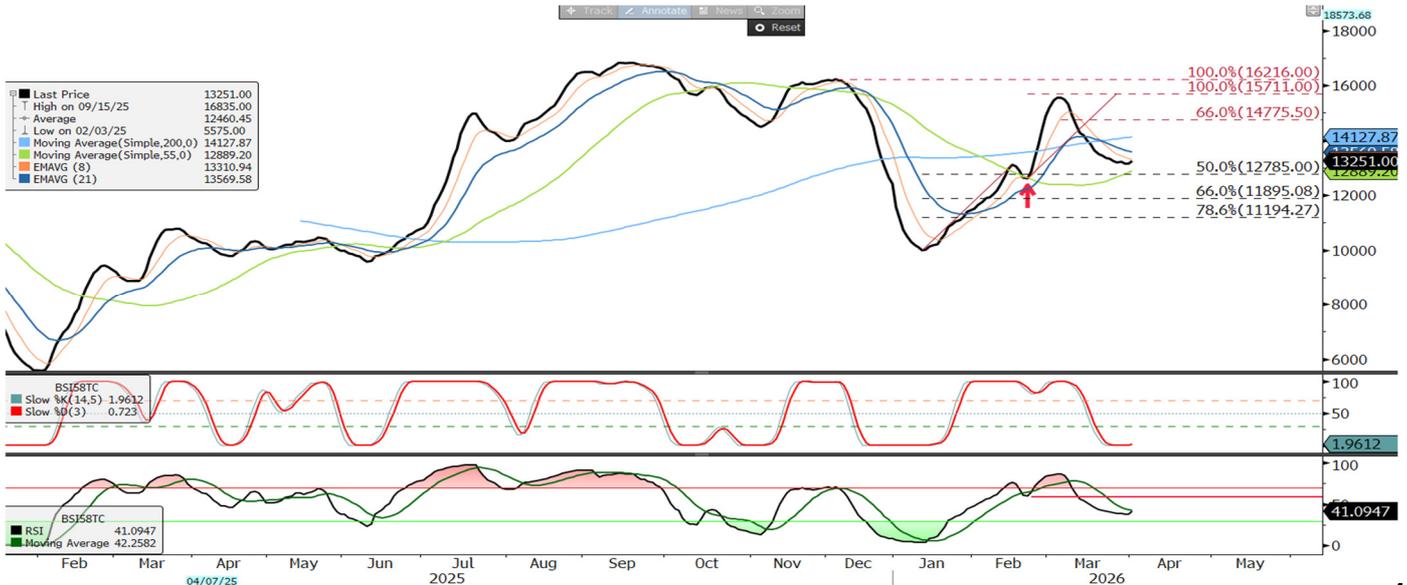
The upside move in the futures has resulted in the USD 15,775 fractal resistance being broken, suggesting the USD 15,600 fractal high could be tested and broken. Market buyers should be cautious on downside moves below USD 14,925, as it will signal that the corrective phase is becoming more complex.

Cal 27

Technical outlook: Bull support

We now have 3 fractal lows within USD 225 of each other, and two bullish engulfing candles. This is implying that there is an underlying support in the market, warning the USD 13,006 resistance is becoming vulnerable.

Supramax Index



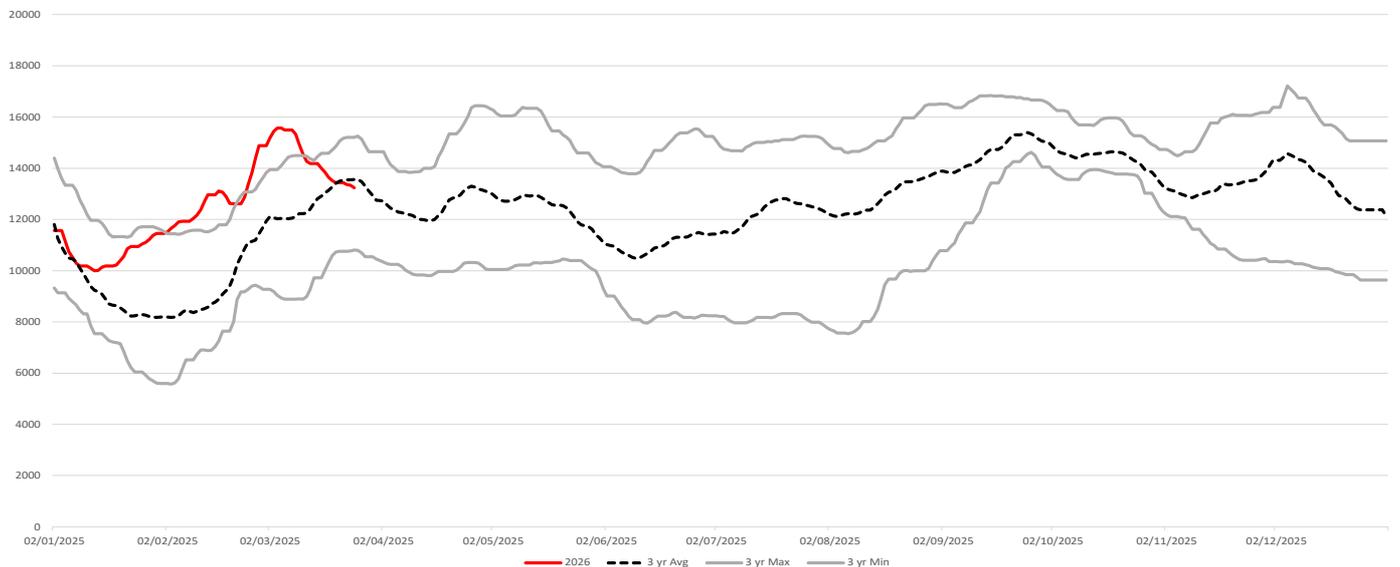
Support	Resistance	Current Price	Bull	Bear
S1	R1	13,251	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (41)
- Stochastic is oversold
- Technical outlook last week: Bullish throwback
- Unchanged on the technical last week, price continued to sell lower having closed below the 200-period MA. However, as highlighted previously, the RSI was making new lows while price remains above the USD 12,612 fractal support, meaning there was a positive reversal pattern in play. This was not a buy signal, but it did warn that there could potentially be underlying support in the market, meaning we were cautious on lower moves while above USD 12,612. While above USD 12,612 the move lower was considered to be a bullish throwback.
- The index traded to a low of USD 13,156 before finding light bid support. We are below the 8-21 period EMA's supported by the RSI below 50.
- Momentum based on price (MBP) is aligned to the buyside, a close above USD 13,196 would mean it is aligned to the sell side. Downside moves that hold at or above USD 11,895 will support a bull argument, below this level the technical will be back in bearish territory.
- Technical outlook: Bullish Throwback
- Unchanged on the technical again this week. The positive reversal pattern remains in play, meaning we maintain a cautious approach to lower moves while above USD 12,612. The RSI is now resting its moving average, a close and hold above it will imply buyside momentum is increasing, warning the 200-period MA at USD 14,127 could come under pressure. A close and hold above the average will signal an increase in buyside pressure, based on price.

Supramax Index 11 TC 3-Year Seasonality Avg/max/Min



Supramax May 26



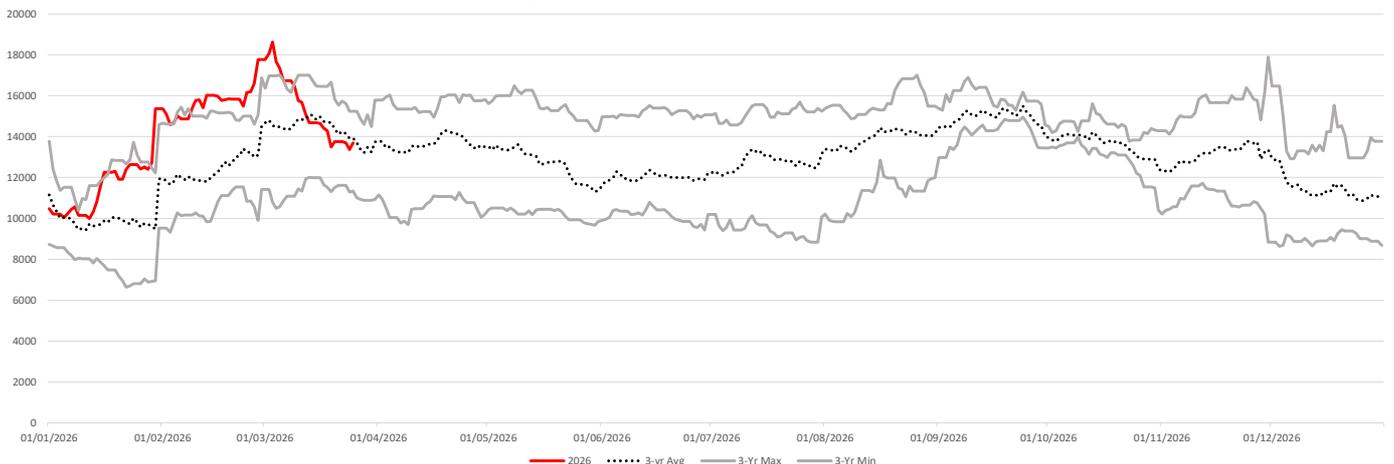
	Support	Resistance	Current Price	Bull	Bear
S1	14,698	R1	15,550	Stochastic oversold	
S2	14,024	R2			
S3	13,274	R3			

Synopsis - Intraday

Source Bloomberg

- Price above the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic is oversold
- Technical outlook last week: Intraday support—upside moves considered as countertrend
- We noted previously that the depth of the pullback meant that the probability of the futures trading to a new high had decreased, while the move below the 200-period MA at USD 14,112 implied technical weakness. However, price was basing around the intraday 200-period MA at USD 13,741 while we had an intraday divergence and a failed swing low on the RSI. For this reason, we are currently cautious on downside moves at those levels due to the lower timeframe momentum support.
- The futures continued to base last week before moving above the 200-period MA on the roll into May, this has been followed by continued bid support. We are above all key moving averages supported by the RSI above 50.
- Upside moves that fail at or below USD 16,780 will leave the futures vulnerable to further tests to the downside.
- Technical outlook: Momentum support
- We noted previously that the depth of the pullback previously suggested that upside moves should be considered as countertrend, meaning that the broader Elliott wave cycle had become neutral. Buy-side momentum is on the increase, making USD 16,780 the key resistance to follow; if rejected, than the USD 13,200 support will still be considered as vulnerable; conversely, if breached, the Elliott wave cycle will re-enter bullish territory. In theory, this correction should consist of 3-wave; however, price behaviour is less likely to follow 'normal' psychological footprints due to the situation in the Middle—East.

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



Supramax Q3 26

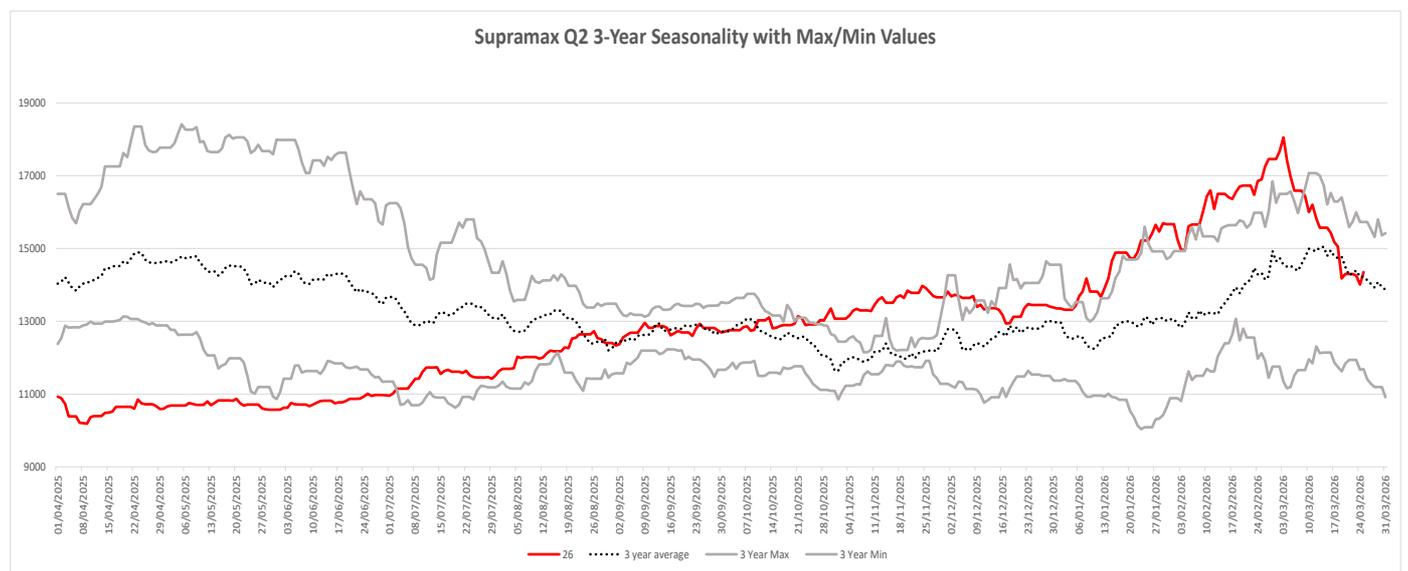


	Support	Resistance	Current Price	Bull	Bear
S1	14,727	R1	15,775	RSI above 50	
S2	14,175	R2			
S3	13,758	R3			

Synopsis - above

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is oversold
- Technical Outlook last week: Upside moves considered as countertrend
- We noted previously that the hammer candlestick on the 23/03 warned of underlying support in the market, while the move higher on the 25/03 was confirming that the market was supported, meaning resistance levels could come under pressure in the near-term. However, as highlighted previously, our wave analysis based on the corrective phase suggested that upside moves should be considered as countertrend. We highlight USD 16,611 as the key resistance to follow, as a rejection at or below this level will warn of further downside within the corrective phase.
- The Q2 futures have found bid support with price testing the base of the Fibonacci resistance zone. We now move over to Q3, Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 114,727 will support a near-term bull argument; However, the longer-term Elliott wave cycle remains bullish above USD 13,758 and neutral below.
- Technical Outlook: Momentum increasing
- The upside move in the futures has resulted in the USD 15,775 fractal resistance being broken, suggesting the USD 15,600 fractal high could be tested and broken. Market buyers should be cautious on downside moves below USD 14,925, as it will signal that the corrective phase is becoming more complex.



Supramax Cal 27



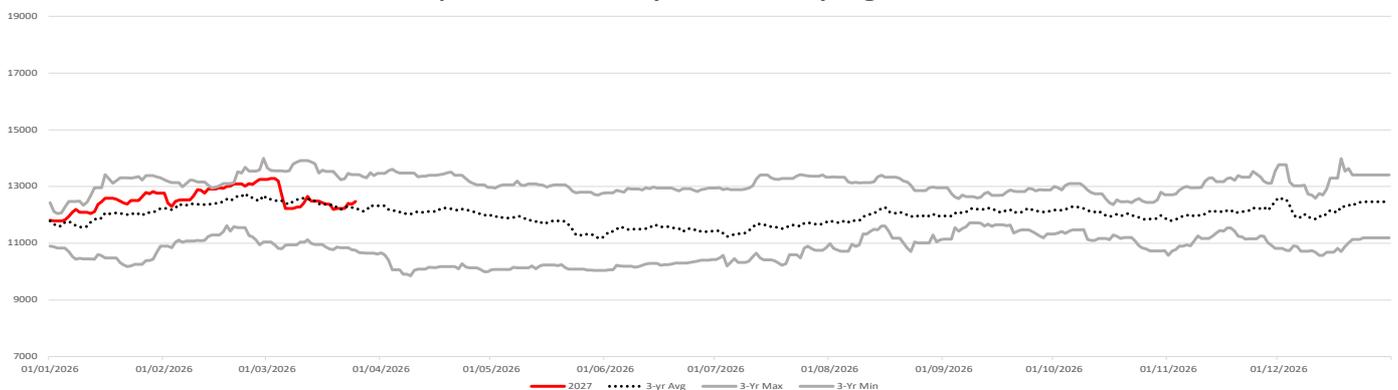
	Support	Resistance	Current Price	Bull	Bear
S1	12,225	R1	12,582	RSI above 50	
S2	12,125	R2	12,762		
S3	12,000	R3	13,006		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is above 50
- Technical outlook last week: Neutral
- We noted last week that the futures were yet to trade to a new low, which in theory suggests the USD 12,000 fractal low remained vulnerable. However, we had a bullish engulfing candle while the RSI had moved above its average, implying there is an underlying support in the market. Conflicting signals means we have a more neutral approach, as we could see evidence of support in the April and Q2 contracts.
- The futures traded to a low of USD 12,225 before finding light bid support. We are above the 8-21 period EMA's with the RSI below 50
- Downside moves that hold at or above USD 11,347 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bull support
- We now have 3 fractal lows within USD 225 of each other, and two bullish engulfing candles. This is implying that there is an underlying support in the market, warning the USD 13,006 resistance is becoming vulnerable.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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