



# Supramax Technical Report

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Technical outlook: RSI testing resistance—caution on higher moves

The bullish momentum confirmation last week warned that the USD 18,815 Fibonacci resistance could be tested. However, the RSI is in the process of rejection a resistance zone, signaling a momentum slowdown. A close below USD 17,375 will warn of momentum weakness based on price, while a close below the weekly pivot level at USD 16,891 will signal an increase in sell side pressure. We identify USD 14,616 as the key support to follow, as corrections below this level will reduce the probability of the index trading to a new high.

## May 26

Technical outlook: Sell-side pressure increasing

The upside move in the futures has failed to test the USD 18,625 resistance, as price has sold lower on the intraday divergence with the RSI. We have an intraday 5-wave pattern higher and a divergence, with price trading below intraday support at USD 17,313, indicating that the probability of the futures trading to a new high has started to decrease, suggesting sell side pressure is increasing. We have highlighted the wave cycle on the daily chart; below USD 16,775 the technical will be bearish based on price. We identify USD 14,959 as a key longer-term support, as throwbacks that hold above this level would suggest that there is a larger, bullish Elliott wave cycle in play.

## Q3 26

Technical Outlook: Cautious bull

The futures have entered a corrective phase on a 5-wave pattern higher, the move below USD 16,316 signals that the probability of price trading to a new high has started to decrease. A move below USD 15,900 will mean that the technical is bearish based on price; however, throwbacks that hold at or above USD 15,180 will warn that there could be a larger, bullish Elliott wave cycle coming into play.

## Cal 27

Technical outlook: Sell side pressure increasing

A 5-wave pattern higher has been followed by a move lower on a negative divergence. Price has traded below an intraday support at USD 12,903, meaning the probability of the futures trading to a new high within this phase of the cycle has started to decrease. This would suggest that we are seeing an increase in sell side pressure. Below USD 12,725 the futures will be bearish based on price; however, corrections that hold at or above USD 12,425 will warn that there could be a larger, bullish Elliott wave cycle coming into play.

# Supramax Index



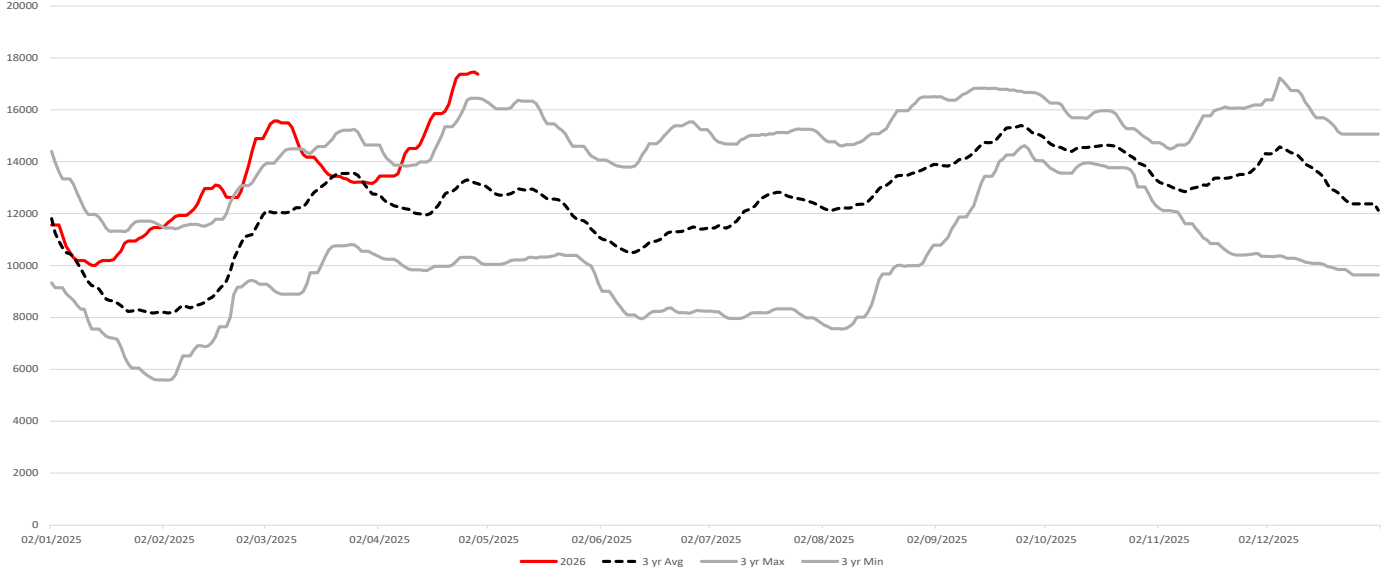
Support		Resistance		Current Price	Bull	Bear
S1	15,811	R1	18,815	17,357	RSI above 50	Stochastic overbought
S2	14,616	R2	21,214			
S3	13,156	R3	24,240			

## Synopsis - Intraday

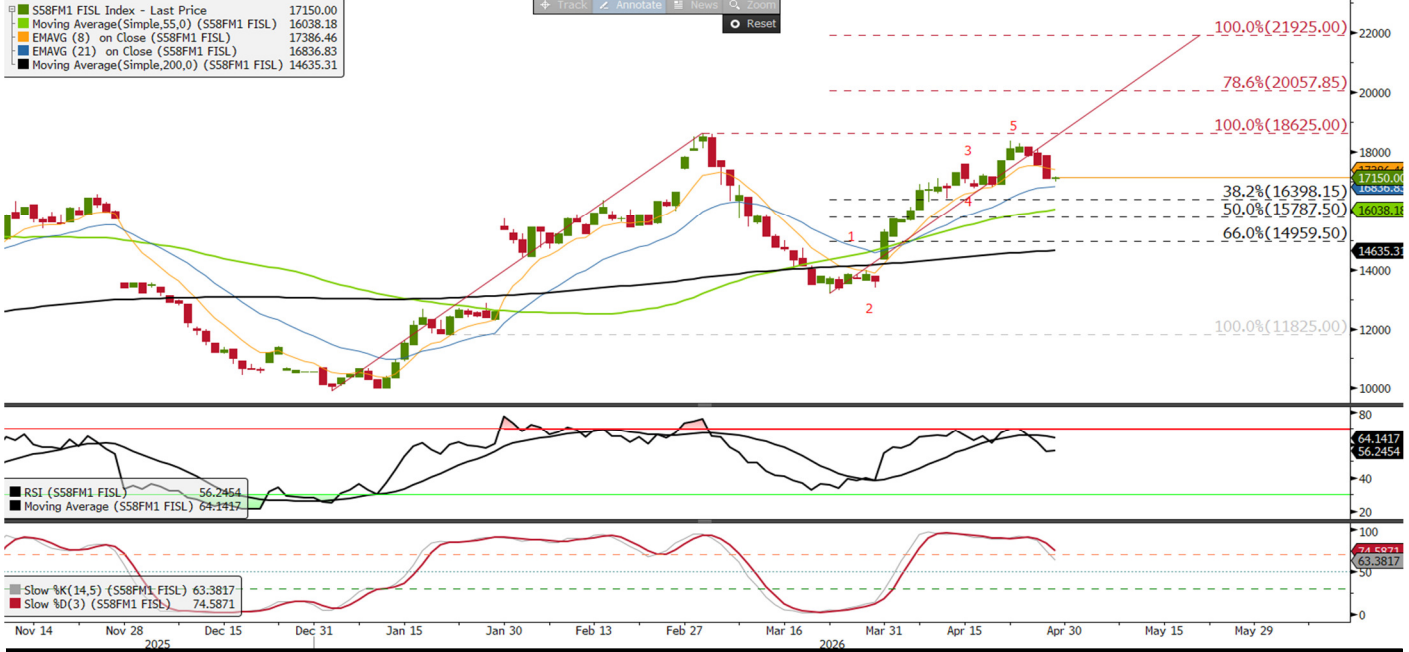
Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (86)
- Stochastic is overbought
- Technical outlook previously: Bullish—momentum support
- Having initially been divergent on the upside breakout above USD 15,566 previously, the RSI had gone on to make a new high. This bullish momentum confirmation warned that the USD 18,815 Fibonacci resistance could be tested in the near-term. Market bulls should be cautious on a close below the weekly pivot level at USD 16,118.
- The index traded to a high of USD 17,453; however, price has turned lower today (29/04). We are above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buyside, a close above USD 17,291 would mean it is aligned to the sell side. Downside moves that hold at or above USD 14,616 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: RSI testing resistance—caution on higher moves
- The bullish momentum confirmation last week warned that the USD 18,815 Fibonacci resistance could be tested. However, the RSI is in the process of rejection a resistance zone, signaling a momentum slowdown. A close below USD 17,375 will warn of momentum weakness based on price, while a close below the weekly pivot level at USD 16,891 will signal an increase in sell side pressure. We identify USD 14,616 as the key support to follow, as corrections below this level will reduce the probability of the index trading to a new high.

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



# Supramax May 26



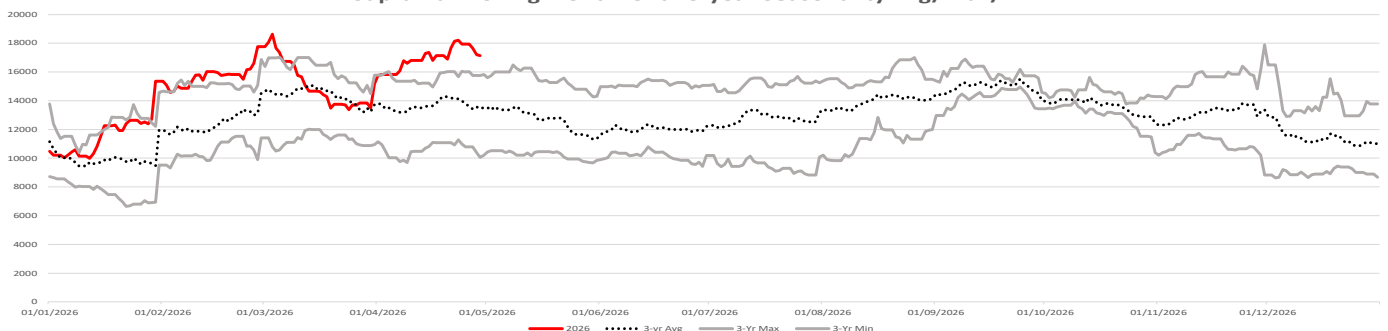
	Support	Resistance	Current Price	Bull	Bear
S1	16,398	R1	17,150	RSI above 50	Stochastic overbought
S2	15,787	R2			
S3	14,959	R3			

## Synopsis - Intraday

Source Bloomberg

- Price between the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Technical outlook previously: Resistance remained vulnerable
- The RSI moving average implied that momentum is supported last week; however, this was countered by the intraday RSI being in divergence, while USD 18,395 was two standard deviations above the daily 200-period MA. With the longer-term trend being bullish, we noted that it was likely that price was going to look to test the USD 18,625 fractal high. If we did and the intraday divergence failed, it would leave the technical open to further upside. Conversely, an upside move that fails to hold above the 200-period MA Bollinger band would leave price vulnerable to a technical throwback. At this point, resistance was still vulnerable, but the intraday divergence and upper Bollinger band must be monitored.
- The futures failed to trade above the Bollinger band resistance, resulting in price entering into a corrective phase. We are between the 8-21 period EMA's supported by the RSI above 50.
- Downside moves that hold at or above USD 14,959 will support a longer-term bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Sell-side pressure increasing
- The upside move in the futures has failed to test the USD 18,625 resistance, as price has sold lower on the intraday divergence with the RSI. We have an intraday 5-wave pattern higher and a divergence, with price trading below intraday support at USD 17,313, indicating that the probability of the futures trading to a new high has started to decrease, suggesting sell side pressure is increasing. We have highlighted the wave cycle on the daily chart; below USD 16,775 the technical will be bearish based on price. We identify USD 14,959 as a key longer-term support, as throwbacks that hold above this level would suggest that there is a larger, bullish Elliott wave cycle in play.

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



# Supramax Q3 26

■	SS8FQ Q326 FISL Index - Last Price	
■	EMA(8) on Close (SS8FQ Q326 FISL)	16507.90
■	EMA(21) on Close (SS8FQ Q326 FISL)	16210.35
■	Moving Average(Simple,55,0) (SS8FQ Q326 FISL)	15614.09
■	Moving Average(Simple,200,0) (SS8FQ Q326 FISL)	n.a.

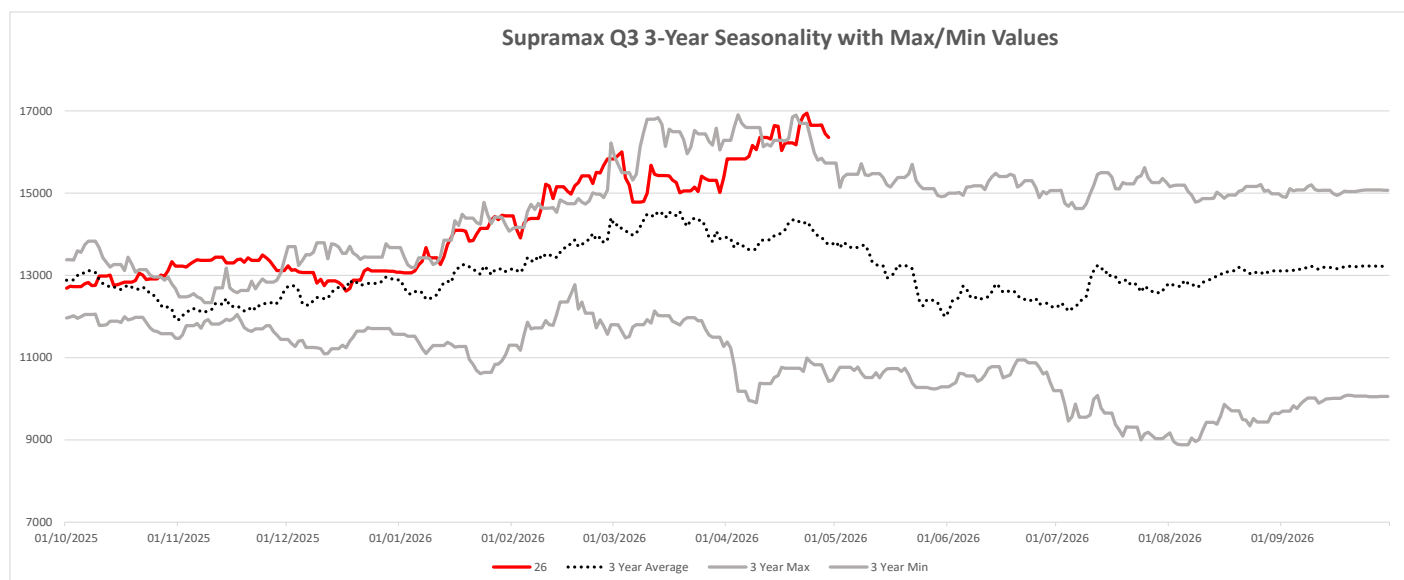


	Support	Resistance	Current Price	Bull	Bear
S1	15,999	R1	17,083	RSI above 50	Stochastic overbought
S2	15,651	R2	17,875		
S3	15,180	R3	18,874		

## Synopsis - above

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- Technical Outlook Previously: Cautious bull - in divergence
- The upside move to a new high last week meant that the futures were in divergence with the RSI. Downside moves below USD 15,900 will take the technical into bearish territory; at this point, USD 15,180 would be the key support to follow. Throwbacks that held above USD 15,180 would warn that the move that started on the 09/03 could be turning into a larger wave cycle. A cautious bull while the divergence was in play.
- The futures have entered a corrective phase, we are between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 15,108 will support a longer-term bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: Cautious bull
- The futures have entered a corrective phase on a 5-wave pattern higher, the move below USD 16,316 signals that the probability of price trading to a new high has started to decrease. A move below USD 15,900 will mean that the technical is bearish based on price; however, throwbacks that hold at or above USD 15,180 will warn that there could be a larger, bullish Elliott wave cycle coming into play.



# Supramax Cal 27



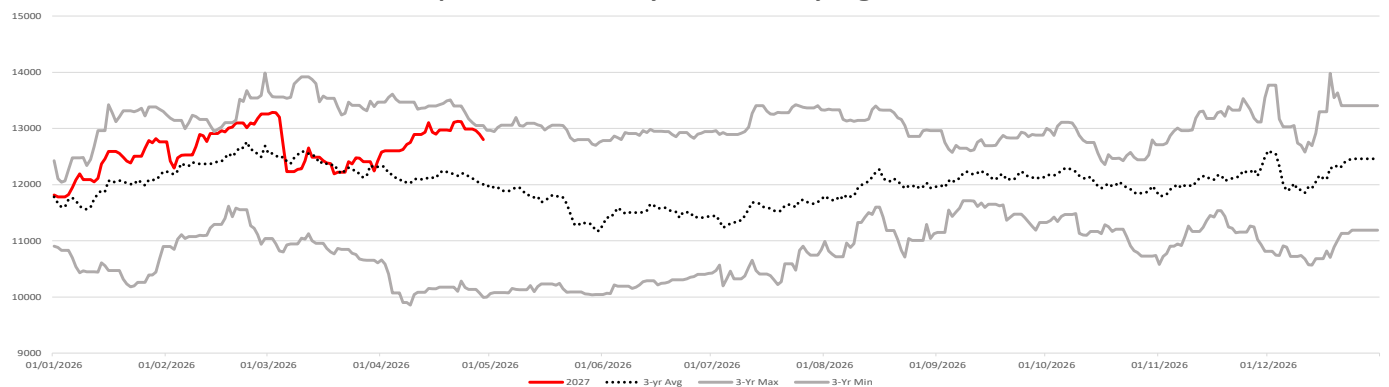
	Support	Resistance	Current Price	Bull	Bear
S1	12,772	R1	13,198	RSI above 50	
S2	12,625	R2	13,525		
S3	12,425	R3	14,008		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (49)
- Stochastic is above 50
- Technical outlook previously: Neutral
- The upside move above USD 13,006 previously meant that the probability of the futures trading to a new low has started to decrease. However, the RSI was in divergence with price, warning buyside momentum could slow. The conflicting signals on the technical meant that we were becoming neutral at that point.
- The futures closed below the Doji star resulting in a move lower on the negative divergence. We are below the 8-21 period EMA's supported by the RSI near-neutral at 49.
- Downside moves that hold at or above USD 12,425 will support a longer-term bull argument.
- Technical outlook: Sell side pressure increasing
- A 5-wave pattern higher has been followed by a move lower on a negative divergence. Price has traded below an intraday support at USD 12,903, meaning the probability of the futures trading to a new high within this phase of the cycle has started to decrease. This would suggest that we are seeing an increase in sell side pressure. Below USD 12,725 the futures will be bearish based on price; however, corrections that hold at or above USD 12,425 will warn that there could be a larger, bullish Elliott wave cycle coming into play.

## Supramax Calendar 3-year Seasonality Avg/Max/Min



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