



Supramax Technical Report

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Index

Technical outlook: Negative divergence

Buyside momentum has slowed with price now turning lower due to the negative divergence with the RSI. Technically we remain bullish; however, with the divergence in play we continue to be cautious on upside moves at these levels in the near-term.

June 26

Technical outlook: Sell side pressure increasing

On our intraday analysis I thought we were still vulnerable to one more move to the upside; however, this has proven not to be the case. The RSI has broken trend support with price making a lower low, meaning the technical is bearish. We are seeing bearish momentum confirmation with a single wave lower, suggesting upside moves should in theory be countertrend in the near-term, making USD 18,780 the key resistance to follow.

Q3 26

Technical Outlook: bullish throwback

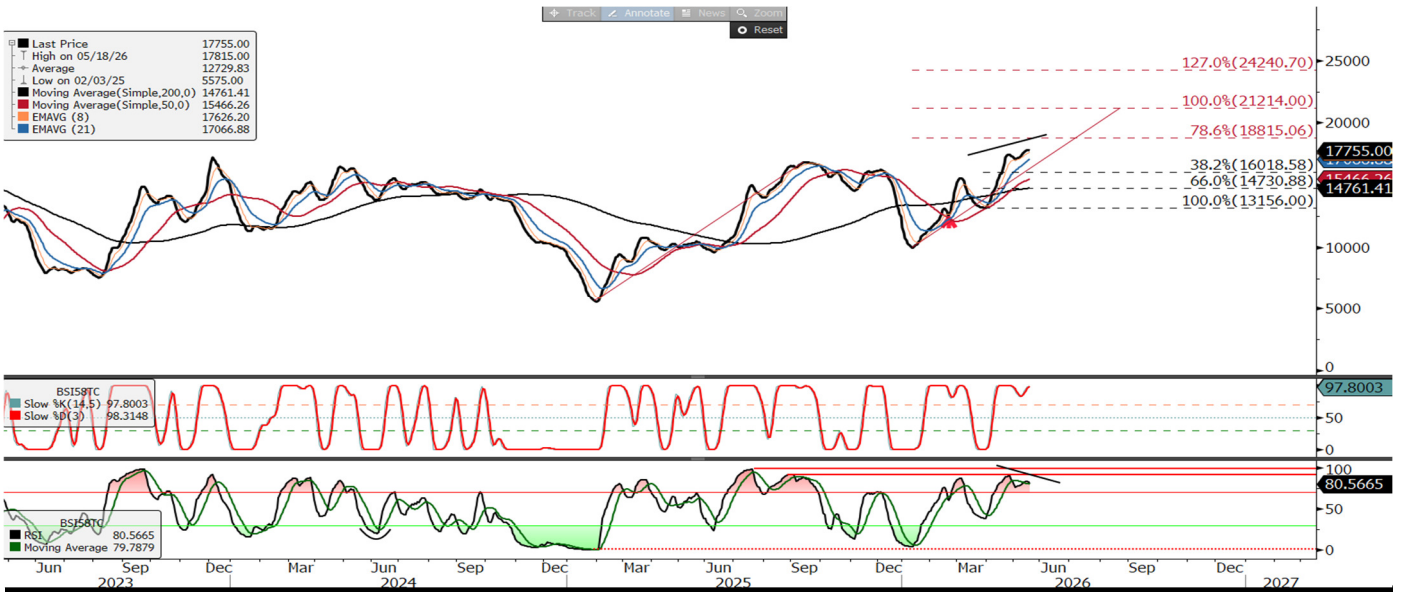
Based on higher timeframe Elliott wave analysis, the move lower looks to be a bullish throwback and not bearish, providing we hold above the USD 15,804 support. Below USD 15,804 the probability of the futures trading to a new high will begin to decrease. The caveat, corrective moves tend to consist of 3-wave A, B, C patterns, or multiples of. This means that upside moves could struggle to hold in the near-term, as we look to be on Wave A at this point.

Cal 27

Technical outlook: Bullish Throwback

Based on our Elliott wave analysis, the move lower looks to be a bullish throwback, providing we hold above the USD 12,56 support. Below this level the probability of the futures achieving a new high would begin to decrease. Price is now corrective and seeing bearish momentum confirmation, warning upside moves could struggle to hold in the near-term.

Supramax Index



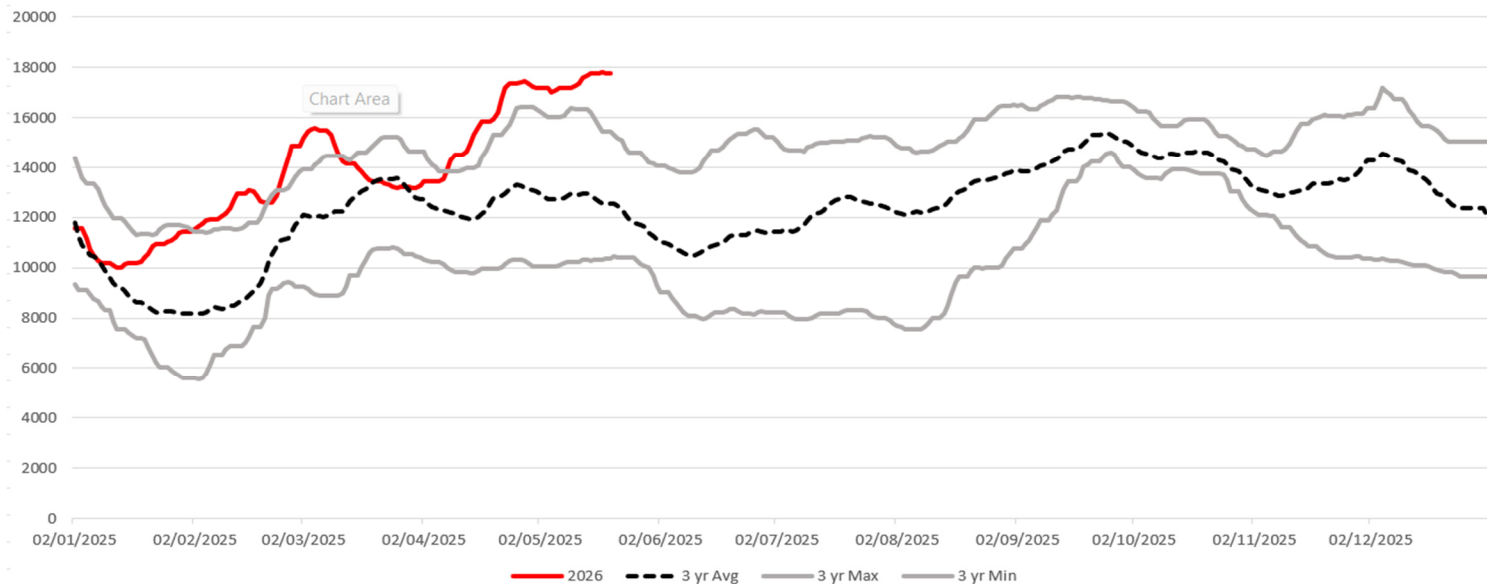
Support	Resistance	Current Price	Bull	Bear
S1	R1	17,755	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (80)
- Stochastic is overbought
- Technical outlook previously: Inflection point
- The index remained at an inflection point last week with the technical considered neutral. Price was bullish and holding above the USD 16,835 fractal high; However, the small pullback followed by a new high had resulted in the RSI becoming divergence. For upside continuation, the RSI would need to make a new high, until we did, market bulls should have a note of caution.
- The index has seen a very small move higher. We were above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 17,739 would mean it is aligned to the sell side. Downside moves that hold at or above USD 14,730 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Negative divergence
- Buyside momentum has slowed with price now turning lower due to the negative divergence with the RSI. Technically we remain bullish; however, with the divergence in play we continue to be cautious on upside moves at these levels in the near-term.

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



Supramax June 26



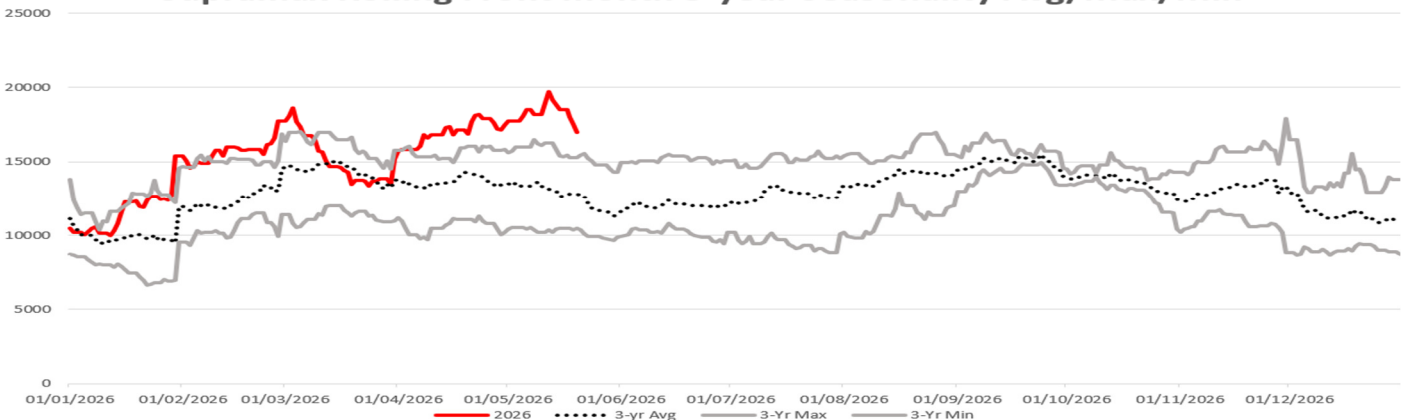
	Support	Resistance	Current Price	Bull	Bear
S1	16,500	R1	17,050		RSI below 50
S2	15,444	R2			
S3	14,612	R3			

Synopsis - Intraday

Source Bloomberg

- Price below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is overbought
- Technical outlook previously: Bearish Harami
- The futures had a potential bearish Harami pattern forming last week; however, we noted that the current candle is still open, meaning the pattern could change. The Harami warned that buyside momentum was slowing, a bearish close below USD 18,875 (14/05) would confirm that sell side pressure was on the increase. Key support was at USD 15,444, throwbacks that held at or above this level will warn there could be a larger bull cycle in play. Warning signals that we could see a move lower, technically we need to see confirmation via a lower close. Point of note: although we are becoming vulnerable to a throwback, the RSI move above 70 had bullish implications for the broader trend.
- The futures have entered a corrective phase on the Harami pattern. We are below the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 15,444 would support a longer-term bull argument, below this level the technical would have a neutral bias.
- Technical outlook: Sell side pressure increasing
- On our intraday analysis I thought we were still vulnerable to one more move to the upside; however, this has proven not to be the case. The RSI has broken trend support with price making a lower low, meaning the technical is bearish. We are seeing bearish momentum confirmation with a single wave lower, suggesting upside moves should in theory be countertrend in the near-term, making USD 18,780 the key resistance to follow.

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



Supramax Q3 26



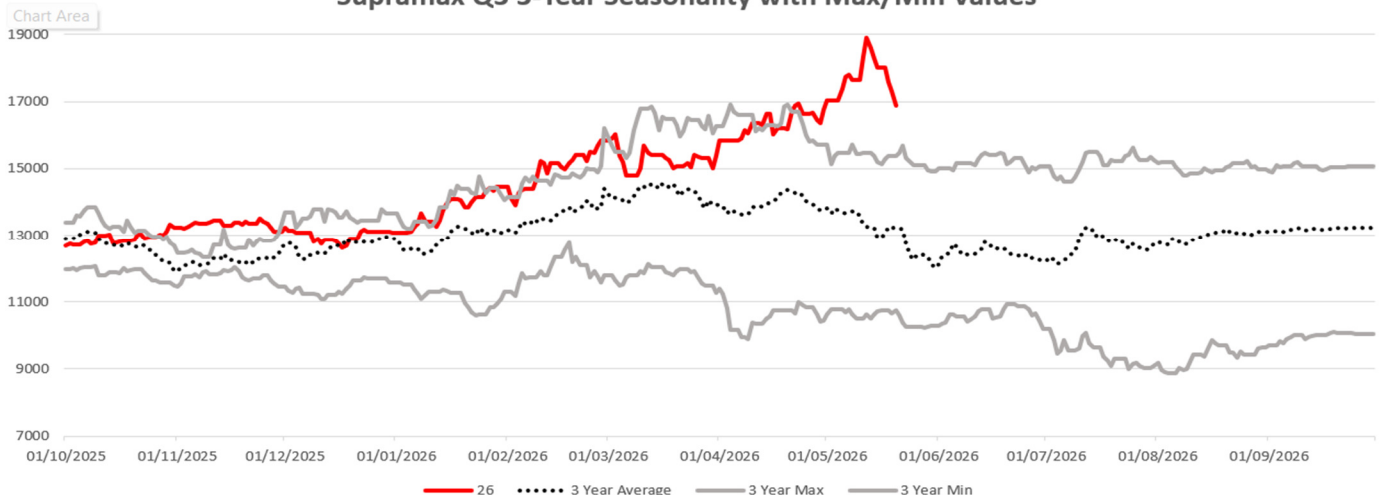
Support		Resistance		Current Price	Bull	Bear
S1	16,569	R1	17,559	16,875		RSI below 50
S2	15,804	R2	18,185			
S3	15,201	R3	18,950			

Synopsis - above

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is overbought
- Technical Outlook Previously: Bearish Harami
- We noted last week that like the June futures we had a bearish Harami pattern forming, warning price was becoming vulnerable to a bullish throwback. A close below USD 18,325 would signal an increase in sell side pressure, warning the Fibonacci support zone could be tested. However, our Elliott wave analysis suggested that downside moves should be considered as countertrend, providing throwbacks hold at or above USD 15,804. Below USD 15,804 the probability of the futures trading to a new high would begin to decrease.
- The futures sold lower on the Harami pattern. We are below the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 15,804 will support a longer-term bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: bullish throwback
- Based on higher timeframe Elliott wave analysis, the move lower looks to be a bullish throwback and not bearish, providing we hold above the USD 15,804 support. Below USD 15,804 the probability of the futures trading to a new high will begin to decrease. The caveat, corrective moves tend to consist of 3-wave A, B, C patterns, or multiples of. This means that upside moves could struggle to hold in the near-term, as we look to be on Wave A at this point.

Supramax Q3 3-Year Seasonality with Max/Min Values



Supramax Cal 27



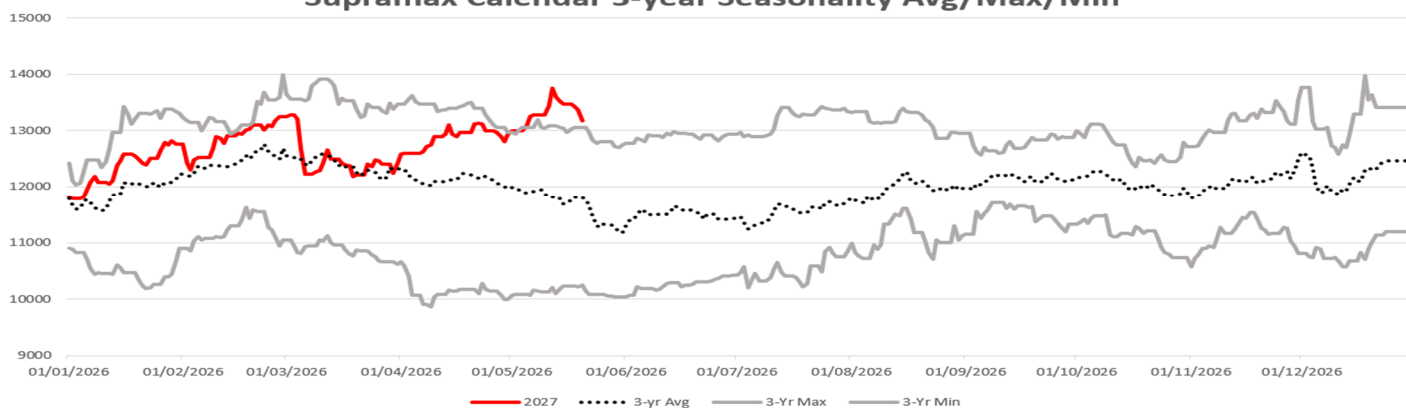
	Support	Resistance	Current Price	Bull	Bear
S1	13,066	R1	13,875		Stochastic overbought
S2	12,862	R2	14,185		
S3	12,586	R3	14,450		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Technical outlook previously: Bearish Harami
- We noted last week that like the Q3 contract we had a bearish Harami pattern forming, warning price is becoming vulnerable to a bullish throwback. A close below USD 13,475 would signal an increase in sell side pressure, warning the Fibonacci support zone could be tested. However, our Elliott wave analysis suggested that downside moves should be considered as countertrend, providing throwbacks hold at or above USD 12,586. Below USD 12,586 the probability of the futures trading to a new high would begin to decrease.
- The futures have sold lower on the Harami pattern, we are below the 8-21 period EMA's with the RSI neutral at 50.
- Downside moves that hold at or above USD 12,586 will support a longer-term bull argument.
- Technical outlook: Bullish Throwback
- Based on our Elliott wave analysis, the move lower looks to be a bullish throwback, providing we hold above the USD 12,56 support. Below this level the probability of the futures achieving a new high would begin to decrease. Price is now corrective and seeing bearish momentum confirmation, warning upside moves could struggle to hold in the near-term.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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