



# Supramax Technical Report

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## Synopsis

### Index

Little has changed in the technical since last week, price is above all moving averages supported by the RSI above 50. The RSI is still below the 82 level, if we move above it, we target the 92 level which would suggest further upside moves in the index. Downside moves that hold at or above USD 22,392 will support a bull argument, below this level the technical will have a neutral bias.

### April 22

As highlighted last week the mean reversion gap warned we had the potential to see a technical pullback which our wave analysis had as a downside countertrend move. The futures did correct but have since moved higher, price is above all key moving averages supported by the RSI above 50. Upside moves that can hold above the USD 35,195 level will warn that the USD 38,000 high could be tested. Technically bullish, downside moves from here should still be considered as countertrend at this point.

### Q2 22

As noted last week corrective moves should be considered as countertrend with price looking overextended due to the mean reversion gap. Price corrected but has since moved higher, the technical once again has a bullish bias. Above the USD 35,800 level we have a potential upside target as high as USD 38,032 for this phase of the cycle. Corrective moves lower that hold above USD 30,319 will support a bull argument, below this level the futures will have a neutral bias.

### Cal 23

The futures have made a lower low implying we have potentially entered a corrective wave 4. Price is below the 8-21 period EMA's but above the 55- period MA, the RSI at 50 is neutral. Downside moves that hold at or above USD 14,438 will support a longer-term bull argument, below this level the technical will have a neutral bias. Upside moves that fail at or below USD 17,579 remain vulnerable to further tests to the downside, only above USD 18,200 is the technical bullish.

# Supramax Index



	Support	Resistance	Current Price	Bull	Bear
S1	26,578	R1	32,147	RSI above 50	Stochastic overbought
S2	24,801	R2			
S3	22,392	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (79)
- Stochastic is overbought
- Little movement in the index since last week, price has traded up to the USD 32,180 resistance (just above) before moving sideways. Price is above all key moving averages supported by the RSI above 50, the trend is technically bullish
- Near-term support is at USD 26,578; however, A close below USD 31,837 will mean momentum is weakening based on price. Corrective moves lower that hold at or above USD 22,392 will support a bull argument, below this level the technical will have a neutral bias.
- Upside moves that close above and hold above USD 32,180 will target the USD 35,026 and USD 39,860 levels.
- As noted last week the RSI at 79 is in overbought territory, however, if the RSI moves above 82 then it will target the 92 level, suggesting there is further upside in the index.

# Supramax April 22



	Support	Resistance	Current Price	Bull	Bear
S1	33,470	R1	38,825	RSI above 50	
S2	32,187	R2	42,085		
S3	31,603	R3	43,437		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (60)
- Stochastic is above 50
- As noted last week, technically bullish with downside moves considered as countertrend based on our Elliott wave analysis. The mean reversion gap highlighted that the futures would be vulnerable to a technical pullback if the averages did not move higher. The futures corrected in what looks to be a countertrend move with price producing a deep pullback, taking the technical into neutral territory. The futures are above all key moving averages supported by the RSI above 50.
- The upside move on the open above the USD 35,195 level means the technical now has a bull bias, market buyers will now be targeting the USD 38,000 high.
- Downside moves that hold at or above USD 31,603 will support a bull argument, below this level the futures will target the USD 29,750 fractal support
- Technically bullish and in trend, the futures need to trade above and hold above the USD 35,195 level to see further upside continuation.

# Supramax Q2 22



	Support	Resistance	Current Price	Bull	Bear
S1	31,806	R1	35,800	RSI above 50	
S2	31,175	R2	36,212		
S3	30,319	R3	38,032		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50 (60)
- Stochastic is above 50
- We highlighted the mean reversion gap last week implied the futures could be overextended. The futures did enter a corrective moves that resulted in a deep pullback; however, the subsequent upside move means the futures once again have a bull bias. We had previously noted that the futures were in a corrective wave 3, meaning downside moves should be considered as countertrend, as the futures have not made a new high, this remains the case. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 30,319 will support a bull argument, below this level price will target the USD 28,500 fractal support.
- Upside moves above USD 35,800 have a potential upside target as high as USD 38,032.
- Technically bullish and in trend, downside moves should be considered as countertrend, key support levels to follow are USD 30,319 and USD 28,500.

# Supramax Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	16,022	R1	17,579	RSI above 50	Stochastic overbought
S2	15,350	R2	18,200		
S3	14,438	R3	18,754		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50 (60)
- Stochastic is overbought
- The futures remain technically bullish with price above all key moving supported by the RSI above 50.
- Technically bullish and in tend last week we noted that the negative divergence was warning of the potential for a momentum slowdown and would need to be monitored. Price did move lower with the futures creating a lower low in the market, the futures look to have entered a corrective wave 4. Price is below the 8-21 period EMA's with the RSI now neutral at 50.
- Upside moves that fail at or below USD 17,579 remain vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 18,200 is the technical bullish.
- Near-term support starts at USD 16,022, however the longer-term wave analysis remains bullish above USD 14,438 and neutral below.
- Technically bullish the futures look to have entered a countertrend corrective wave 4.

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