



# Supramax Technical Report

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## Index

Near-term momentum is to the buy-side but the technical itself remain bearish. The moving averages are flat indicating a lack of trend in the market, this is supported by price which although moving higher lacks momentum. A close below USD 30,790 would indicate that momentum is weakening based on price, warning that support levels could be tested. Only above USD 33,366 is the technical bullish.

## June 22

The futures are testing a key support at USD 30,750, downside moves below this level will put the technical into bearish territory. The longer-term Elliott wave cycle would suggest that the upside move in Jan-Mar 2022 is potentially part of a larger corrective phase, warning that the futures are vulnerable to a move to the downside. This would be against the seasonality chart, but unless the futures trade above USD 38,000 the longer-term trend remains vulnerable to further tests to the downside.

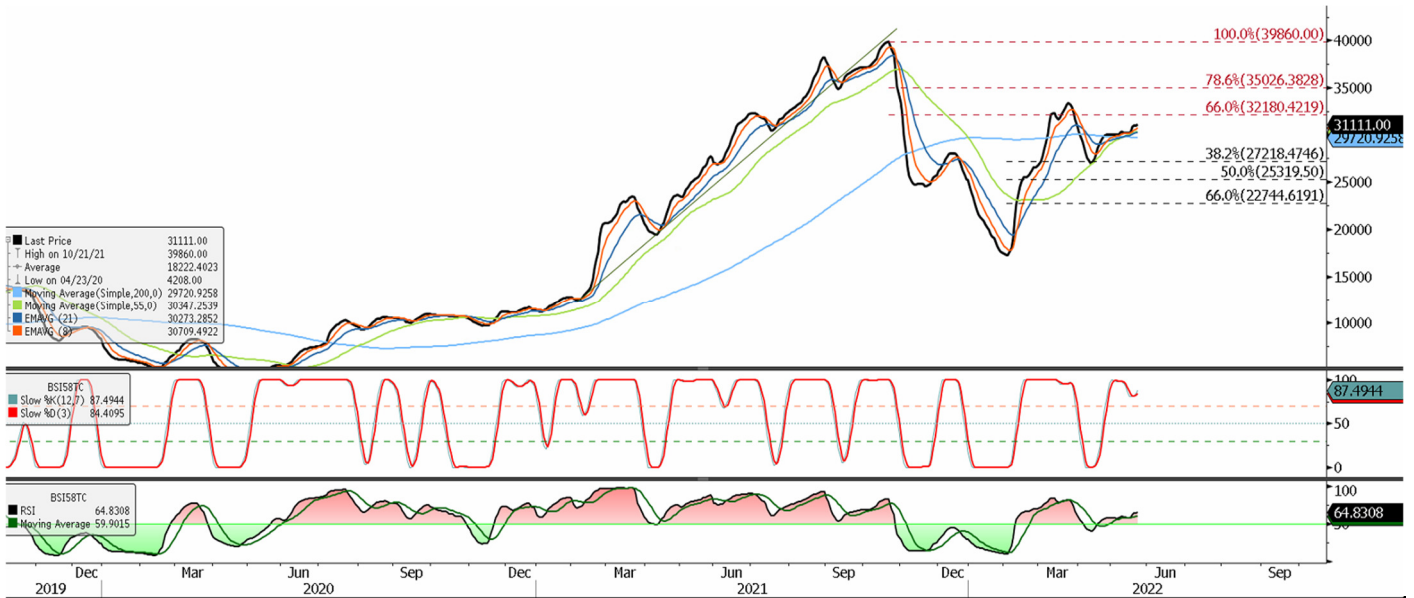
## Q3 22

The trend is technically bullish but with a neutral bias. A stable 55-period MA and seasonality chart support a bull argument. However, we noted previously that a new high had the potential to create a negative divergence with the RSI, this has been the case resulting in the futures entering a corrective phase. The 3-peak pattern highlighted on the chart is an exhaustion pattern, warning we have the potential to weaken further. Downside moves below USD 28,750 will be bearish, if support holds then we remain in bull territory.

## Cal 23

The futures failed to trade above the USD 18,200 high with price now in a corrective phase. A flat 55-period EMA is warning there is a lack of directional bias at this point, whilst the RSI is also neutral at 50. If the futures close below the MA (USD 16,976) and the RSI moves below 50, then support levels could be tested. Downside moves that hold at or above USD 16,193 will support a bull argument, below this level the futures will have a neutral bias. Only below USD 15,250 is the technical bearish. Technically bullish but in a corrective phase.

# Supramax Index



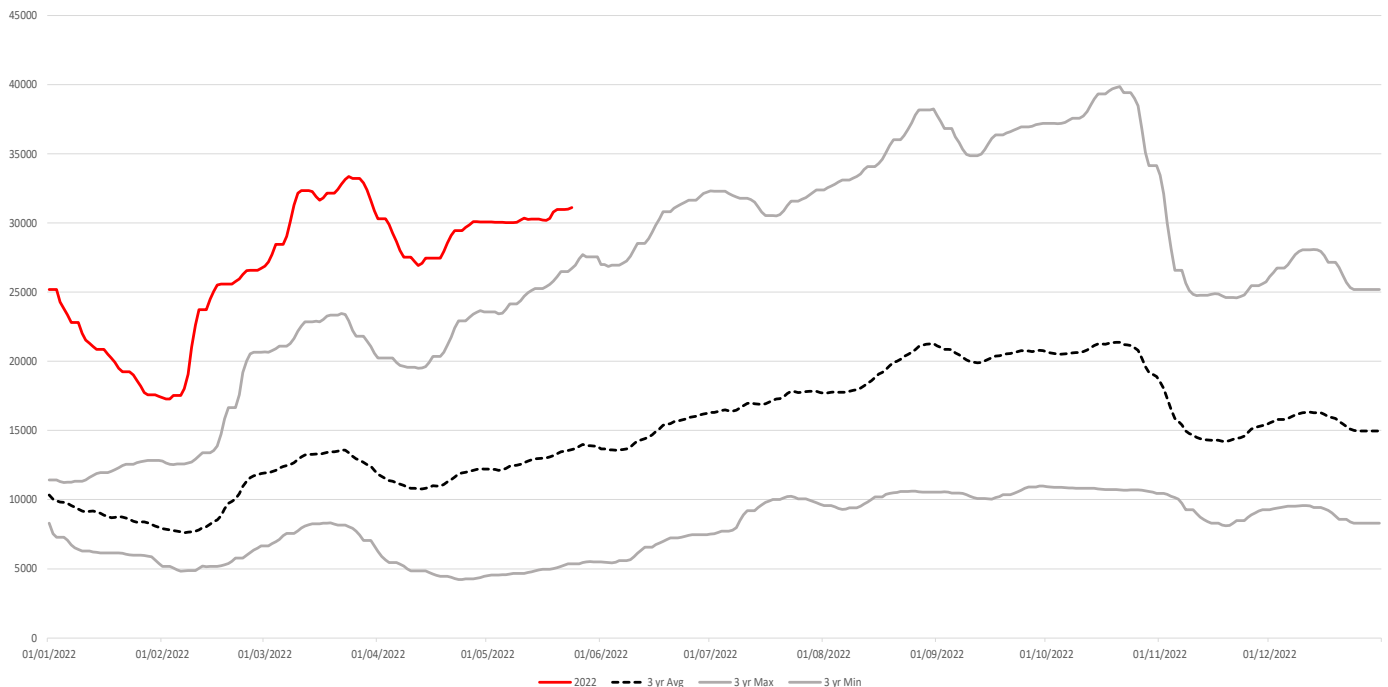
	Support	Resistance	Current Price	Bull	Bear
S1	27,218	R1	32,180	RSI above 50	Stochastic overbought
S2	25,319	R2	3,5026		
S3	22,744	R3	39,860		

## Synopsis - Intraday

Source Bloomberg

- Price is on the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- We noted on the last report that the RSI was above 50 whilst its MA was sloping higher, suggesting support levels could hold if tested. The index moved only USD 200 lower before again moving higher. Price is above all key moving averages supported by the RSI above 50.
- Due to having previously broken a fractal support the technical is bearish, only above USD 33,366 is it considered to be bullish.
- Downside moves below USD 26,931 will warn the USD 25,319 and USD 22,744 support levels could be tested.
- Technically bearish, near-term momentum is to the buy side, but the averages continue to be compressed, indicating a lack of trend in the market. A close below USD 30,709 would warn that momentum is weakening based on price, warning support levels could be tested.

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



# Supramax June 22 (1 Month forward)



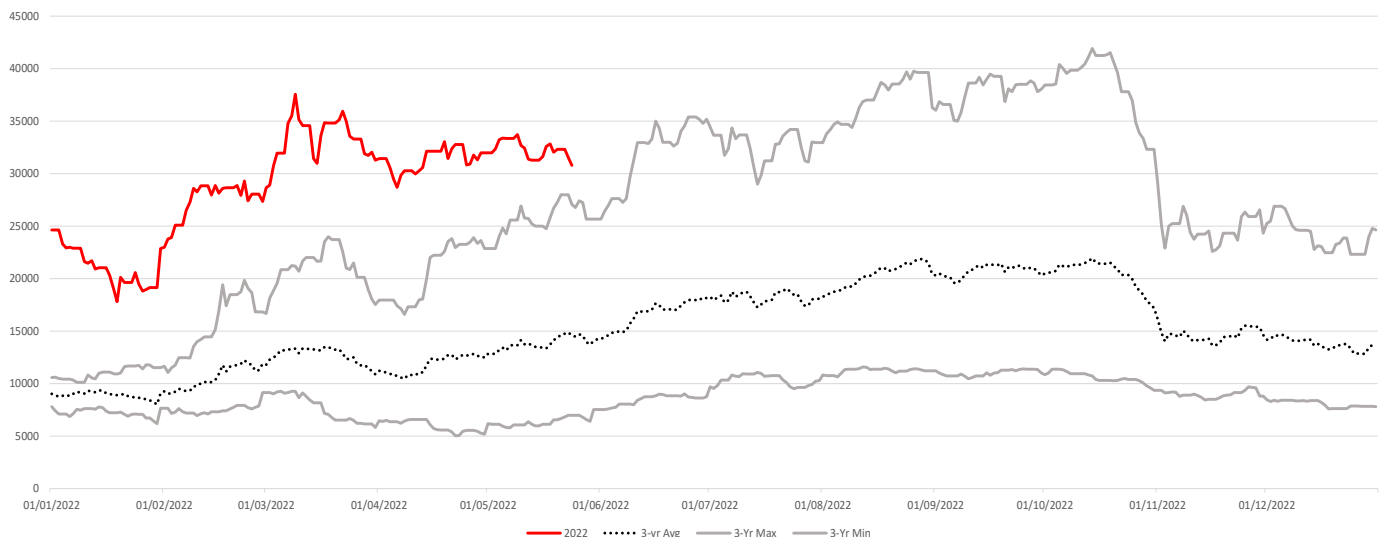
Support		Resistance		Current Price	Bull	Bear
S1	29,950	R1	33,376	31,000		RSI Below 50
S2	29,320	R2	34,323			
S3	28,250	R3	36,000			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is below 50
- On the last report we noted the futures were technically bullish based on price supported by the seasonality chart. The upside move in the futures failed to hold for more than a couple of days, resulting in price entering a corrective phase. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 33,336 will leave the technical vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The futures are now testing the USD 30,750 support, downside moves below this level will mean the technical is bearish, warning the USD 28,250 level could come under pressure.
- Elliott wave analysis would suggest that the upside move between Jan-Mar 22 is potentially countertrend, implying the futures could go against the seasonality charts and move to the downside.

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



# Supramax Q3 22

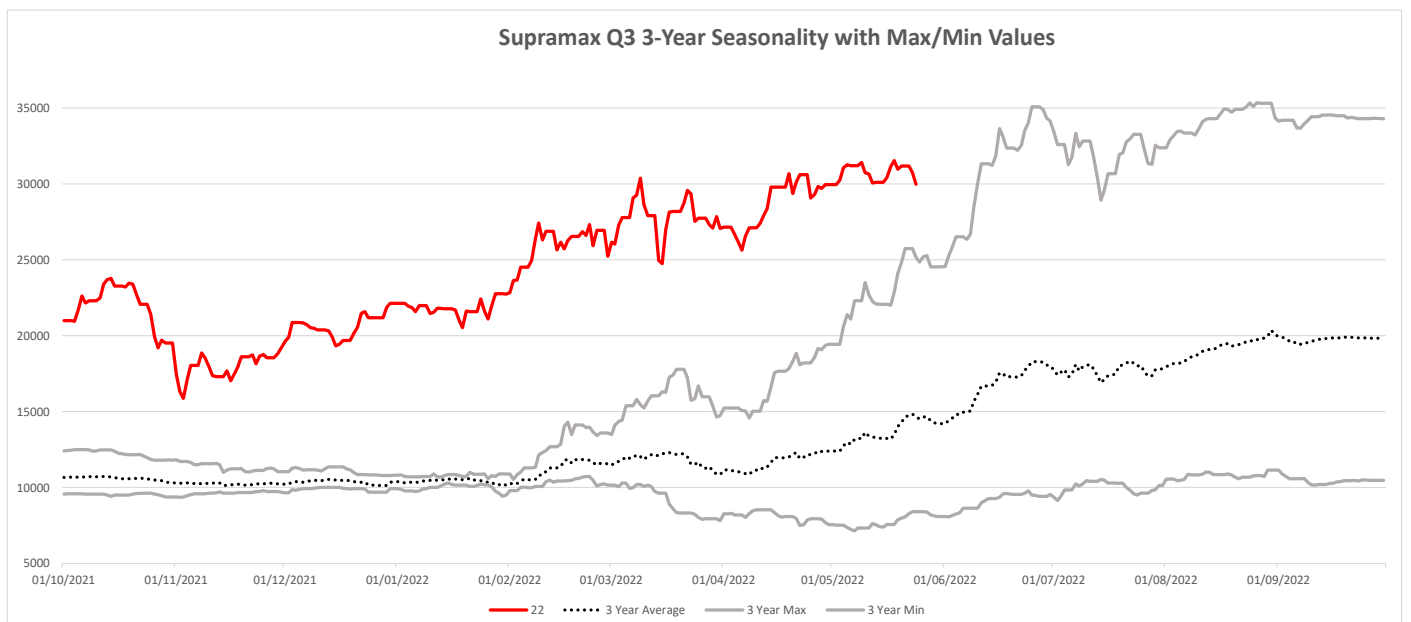


	Support	Resistance	Current Price	Bull	Bear
S1	29,547	R1	32,475	RSI above 50	
S2	28,750	R2	33,178		
S3	25,400	R3	33,864		

Source Bloomberg

## Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is above 50 (52)
- Stochastic is above 50
- As noted on the last report the futures were technically bullish but had the potential to create a negative divergence with the RSI which would need to be monitored. Price traded USD 1,800 higher before moving lower on the negative divergence. The futures are below the 8-21 period EMA's with the RSI still above 50.
- The deep pullback in the futures means the technical has a neutral bias, downside moves below USD 28,750 will create a lower low, meaning the technical is bearish based on price.
- The 55-period MA would suggest the trend is stable whilst seasonality remains bullish into July; however, the 3-peak pattern formation alongside the negative divergence is warning that this trend is vulnerable and has the potential to roll over soon.
- Technically bullish with a neutral bias. There are now warning signs that this trend could soon exhaust, key support is at USD 28,750, if it is broken this technical will enter a corrective/bear phase.



# Supramax Cal 23



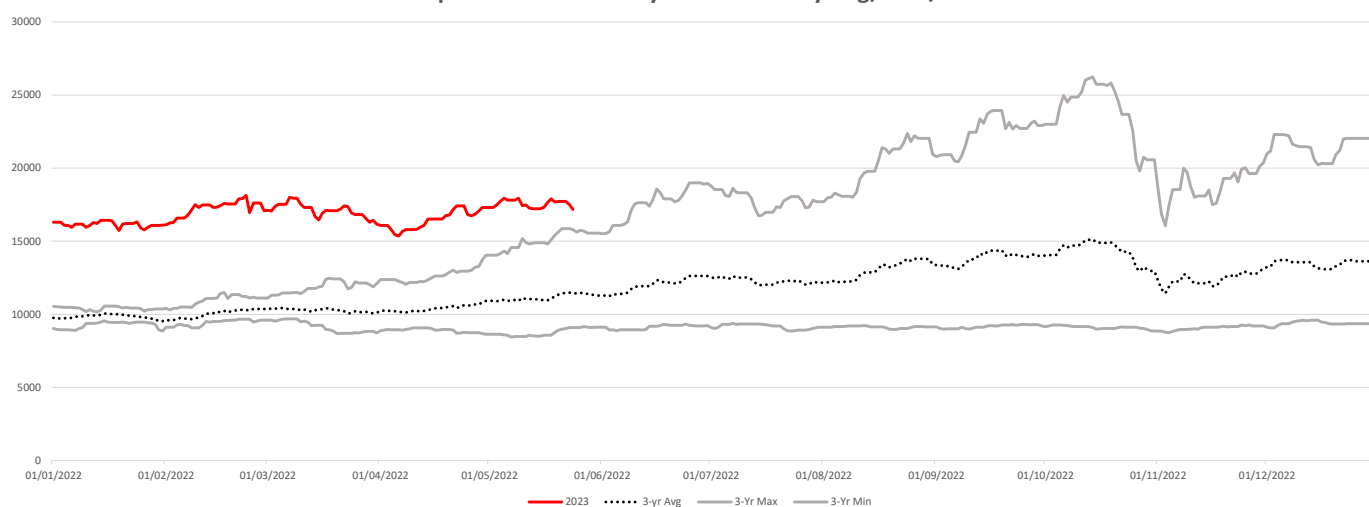
	Support	Resistance	Current Price	Bull	Bear
S1	16,964	R1	17,175	RSI above 50	
S2	16,637	R2			
S3	16,193	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is below 50
- On the last report we noted that the Elliott wave cycle would suggest the futures should trade above the USD 18,200. Price has traded to a high of USD 18,025 meaning a new high has not been achieved. The futures have entered a corrective phase with price below the 8-21 period EMA's whilst the stochastic is neutral at 50.
- Downside moves that hold at or above USD 16,193 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 15,250 is the technical bearish.
- The 55-period MA is flat, indicating a lack of trend in the futures. If we close below the MA (USD 16,976) and the RSI goes below 50, then the USD 16,193 support will be vulnerable.
- Technically this trend is bullish but in a corrective phase.

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



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