



Supramax Technical Report

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Index

Technically bullish last week the index had started to turn lower warning that the USD 12,770 fractal low was looking vulnerable. Price is now USD 3.00 above the support, meaning we will need a bullish index on Tuesday, otherwise the technical will be bearish. Momentum is conflicting as the MA on the RSI is indicating buy-side momentum is weak, but we remain above 50 with the stochastic oversold. If the RSI holds above 50 then momentum would suggest we could see a move higher. Bullish with a neutral bias, we could soon enter bear territory. If we do not get a bullish index after the holiday.

May 23

The roll into May means we have broken fractal resistance, meaning the technical is now bullish. The futures have rejected the USD 16,493 resistance but price is holding above the USD 14,837 support. In theory we are potentially in the early stages of a bullish impulse wave 5; however, we need to see support hold and resistance broken, if it doesn't then we could end up in a complex corrective Elliott wave 4.

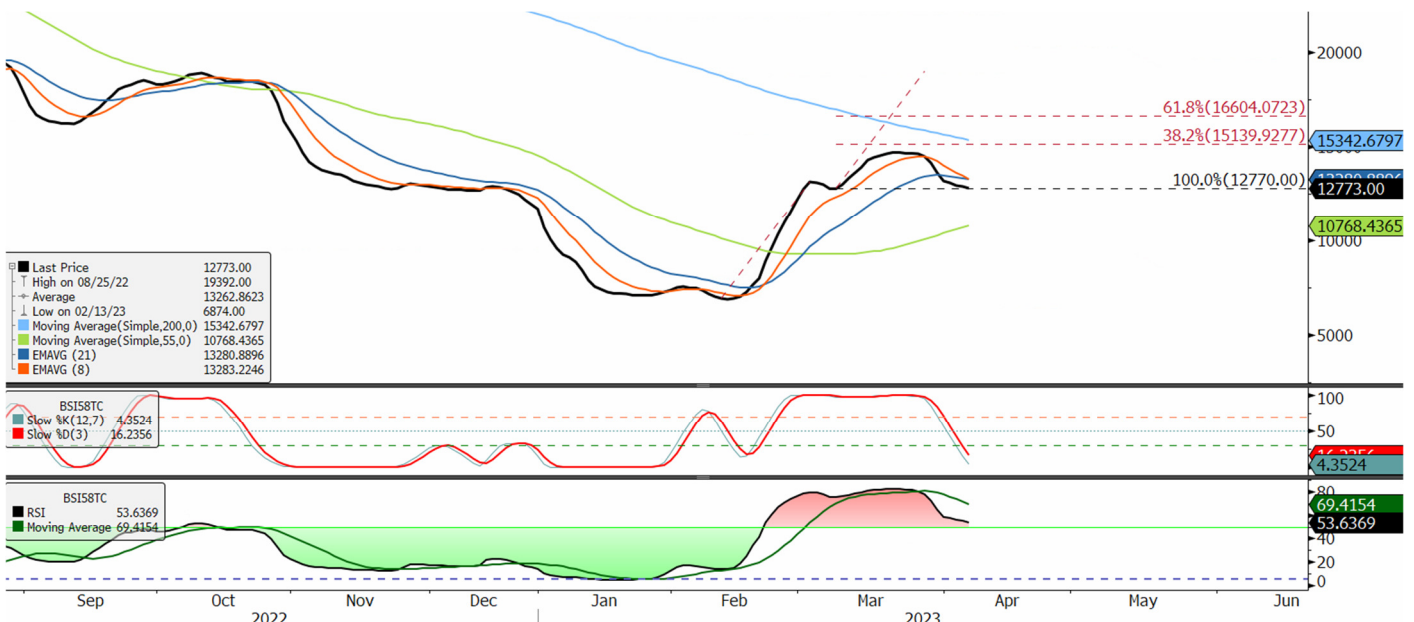
Q3 23

The symmetrical broke to the upside with price now retesting support, if we hold it will indicate that the USD 17,175 fractal resistance could be tested and broken. This would suggest that we could be in for a strong bullish impulse move, seasonality supports a move higher. The technical is bullish with key support at USD 15,723, below this level the technical will have a neutral bias. The symmetrical support now needs to hold to avoid a more complex corrective phase.

Cal 24

The technical remains bullish with a neutral bias. We noted previously that we had broken channel support with the futures looking like it has potentially completed a 5-wave cycle. The MA on the RSI is flat with the RSI at 50, indicating momentum is neutral; however, the stochastic is in overbought territory. The technical is neutral but vulnerable to a move lower if the RSI weakens. If we move higher after this two-day pullback, it will warn that resistance levels are vulnerable as seasonality is due to turn higher.

Supramax Index



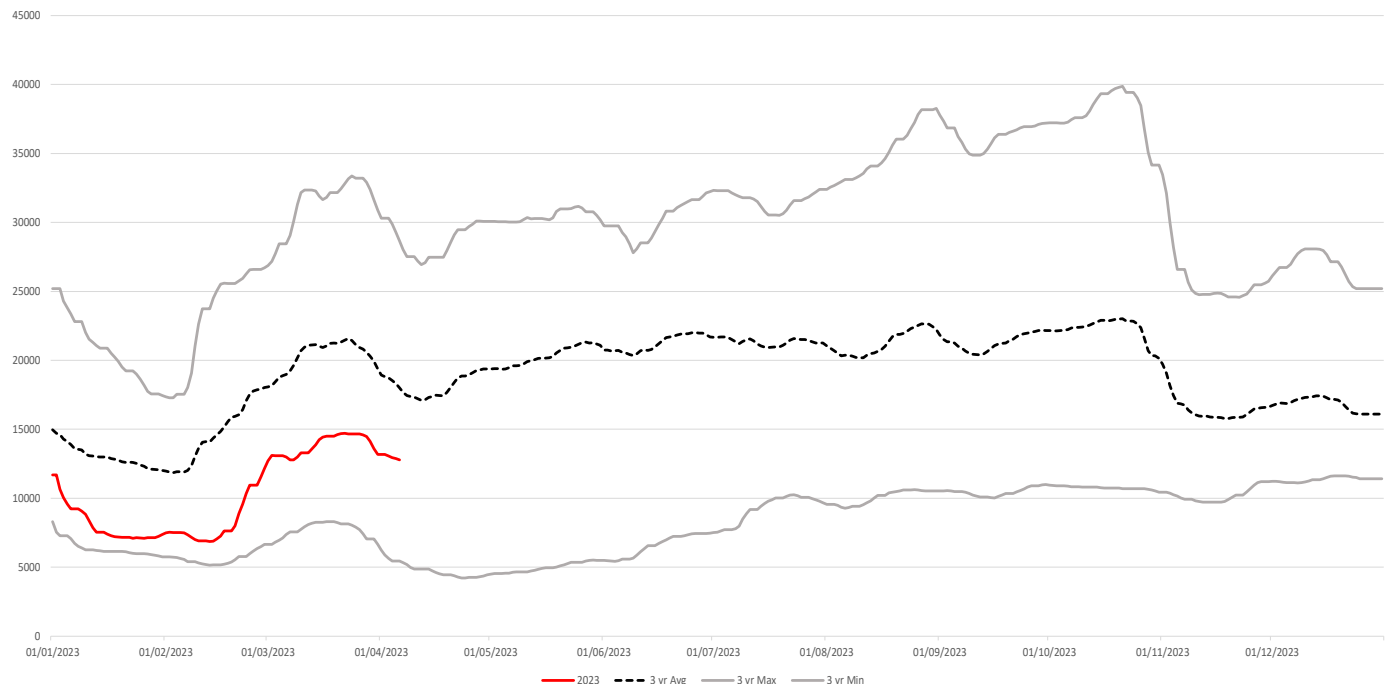
Support	Resistance	Current Price	Bull	Bear
S1	R1	12,773	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is oversold
- Technically bullish last week, price was nearing key near-term support with MA on the RSI starting to turn lower, suggesting the USD 12,770 fractal low was starting to look vulnerable. The index continued to move lower with price now USD 3.00 above the fractal low. The index is below the 8-21 period EMA's with the RSI above 50.
- Momentum based on price is aligned to the sell side, a close above 13,081 will mean it is aligned to the buy side. Downside moves below USD 12,770 will mean the technical bearish.
- Bullish with a neutral bias, momentum is starting to conflict. The MA on the RSI would suggest that momentum is weak; however, the RSI is above 50 with the stochastic in oversold territory. If the RSI can hold above 50 then momentum will be vulnerable to a test to the upside. With the index only USD 3.00 above the fractal support it looks like the index could soon enter bear territory, meaning we will need a positive index on Tuesday.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax May 23



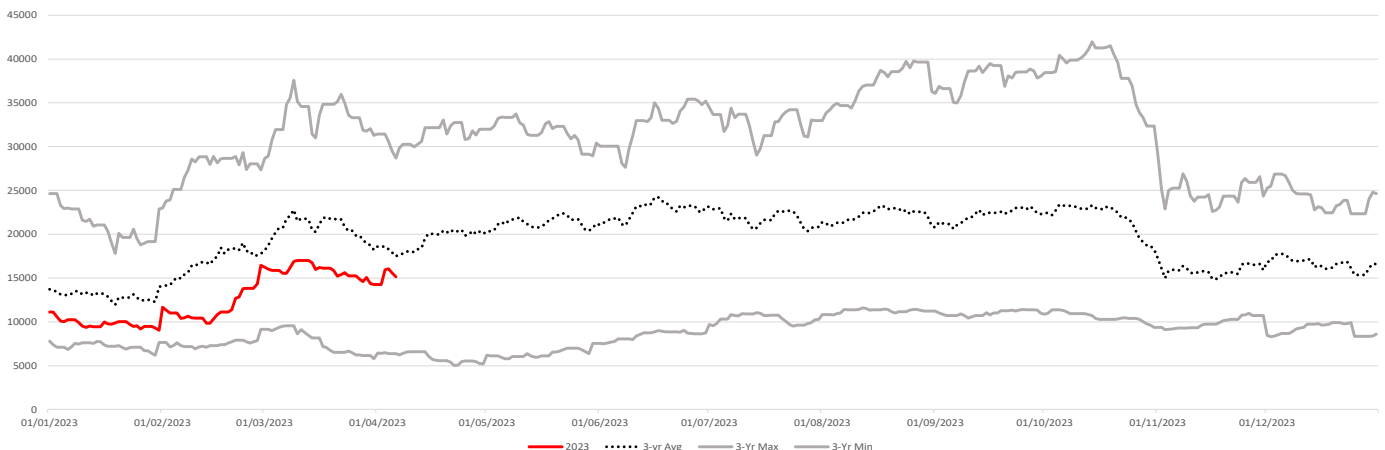
	Support	Resistance	Current Price	Bull	Bear
S1	14,200	R1	15,937	RSI above 50	Stochastic overbought
S2	13,550	R2	16,493		
S3	13,225	R3	16,931		

Synopsis - Intraday

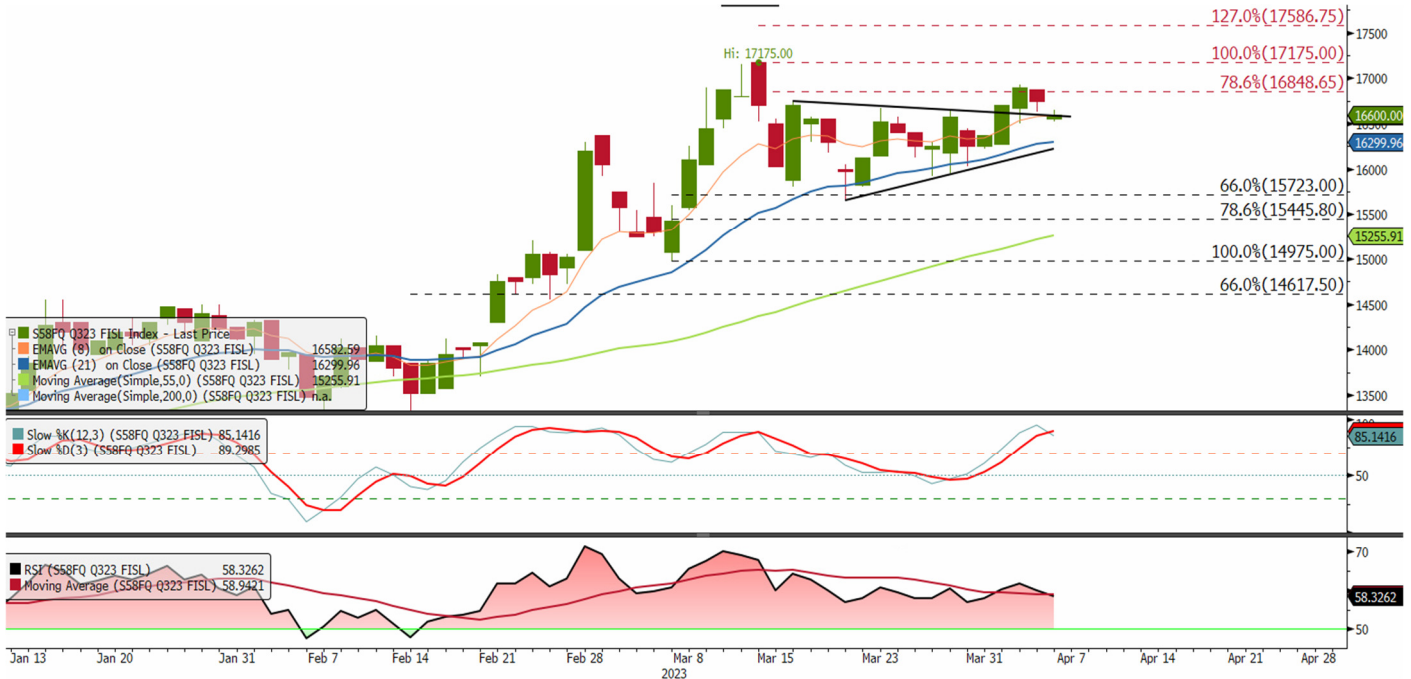
Source Bloomberg

- Price is below/between the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- The futures were warning we could be about to see a momentum slowdown last week; however, the roll into may has distorted the momentum indicators with the move higher. The futures have broken fractal resistance on the back of the roll meaning the technical is now bullish, having held for a couple of days price has now entered a corrective phase. The futures are trading below the 8-21 period EMA's with the RSI still above 50.
- Downside moves that hold at or above USD 14,837 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 14,200 is the technical bearish.
- The fractal break on the roll into May is warning that the futures could be in the early stages of a bullish impulse wave 5. However, the upside move has rejected the USD 16,493 resistance, meaning there is the possibility that we are still in a complex corrective wave 4. The MA on the RSI is bearish but starting to flatten, indicating sell side momentum is slowing down; the RSI will now need to hold above the 50 level as the stochastic is in overbought territory, if it does then we could hold in bull territory, if it doesn't then the USD 14,837 and USD 14,200 support levels will be vulnerable. Key support is at USD 14,837, if it holds then the probability of the futures being in a bullish impulse wave 5 will be higher.
- Technically bullish, we need to see support hold and price move above USD 16,493 to avoid a complex corrective phase.

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



Supramax Q3 23

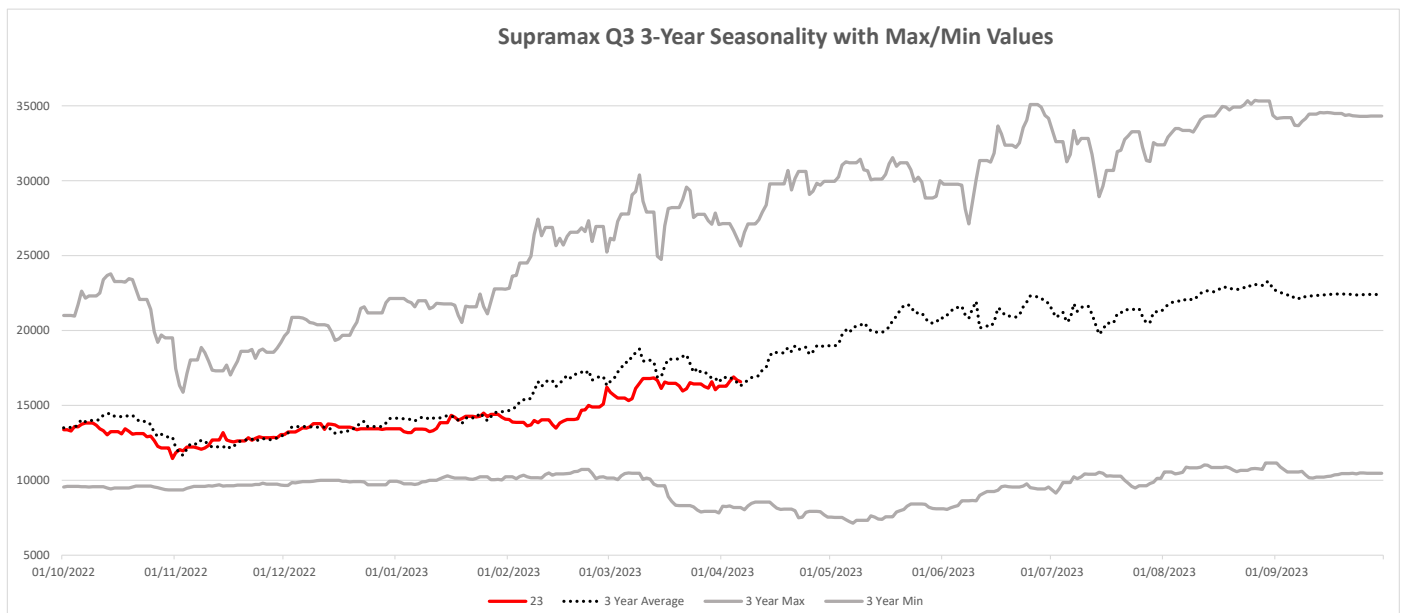


	Support	Resistance	Current Price	Bull	Bear	
S1	15,723	R1	16,600	RSI above 50	Stochastic overbought	
S2	15,445	R2				17,175
S3	14,975	R3				17,586

Source Bloomberg

Synopsis - Intraday

- Price is between the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Technically bullish but in consolidation last week. Having completed a bullish wave 3 the downside move looked to be a corrective countertrend wave 4, suggesting the symmetrical would break to the downside with a target around the USD 15,150 area. If we broke to the upside and traded to a new high it would indicate a shallow pullback, suggesting we could see a strong bullish impulse wave. The symmetrical support held with the futures breaking to the upside; however, the futures have not traded to a new high as price is currently retesting the top of the symmetrical pattern at this point. Price is between the 8-21 period EMA's with the RSI above 50.
- The upside move on the breakout means the technical is again bullish. Downside moves that hold at or above USD 15,723 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are at an inflection point as price is testing the top of the symmetrical triangle, if we hold it would suggest that the USD 17,175 fractal resistance could be tested and broken. If we fail to hold then the pattern is considered to have failed, warning we could end up in a more complex corrective phase. The MA on the RSI is flat, meaning momentum is neutral; however, seasonality supports a move higher.



Supramax Cal 24



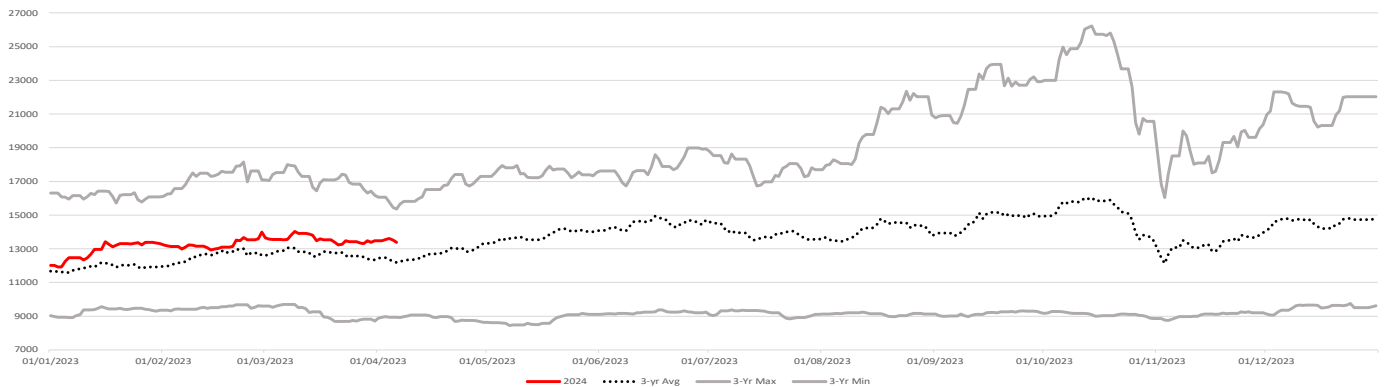
Support	Resistance	Current Price	Bull	Bear
S1	R1	13,300	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Having broken channel support last time, the futures had looked to have completed a 5-wave Elliott cycle. However, this did not mean that the technical was bearish and trading back to its lows, it was more likely that it was just this phase of the cycle that had completed. We based this on the Q3 being corrective and not bearish alongside a seasonality chart that was due to turn to the buyside. The futures remain below the trend channel with price having pulled back for the last two sessions, price is below the 8-21 period EMA's with the RSI neutral.
- Upside moves that fail at or below USD 13,801 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Note: the futures are still below this level at this point having failed to test it.
- We remain bullish with a neutral bias, the MA on the RSI is flat indicating that momentum is neutral whilst the RSI at 50 is also neutral; however, the stochastic is in overbought territory. If the RSI moves below and holds below the 50 level, then momentum will be vulnerable to a test to the downside. This technical is neutral but vulnerable to a move lower if the RSI weakens, if we start seeing a move higher after this two-day pullback it will warn that resistance levels could come under pressure, as seasonality is due to turn to the buyside.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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