



Supramax Technical Report

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Index

We noted last week that the USD 6,874 fractal low looked vulnerable based on the weekly RSI being below its moving average. We did see a small move lower but have failed to trade to a new low with price turning higher today. Upside moves above USD 8,094 will mean momentum based on price is aligned to the buy-side. The MA on RSI is warning that sell side momentum could be slowing down as the MA is starting to flatten a little. If we see a close above USD 8,094 then we could see move higher in the near-term.

July

The Ma on the RSI is starting to turn higher, warning sell side momentum is slowing down, suggesting we could be seeing a 3-wave corrective pattern higher. If this is the case then it means that we could see the USD 11,800 fractal resistance be tested and broken in the near-term. However, our intraday Elliott wave cycle continues to suggest that the upside move looks to be a countertrend wave 4, making USD 12,664 the key near-term resistance. Technically bearish but vulnerable to a move higher in the near-term.

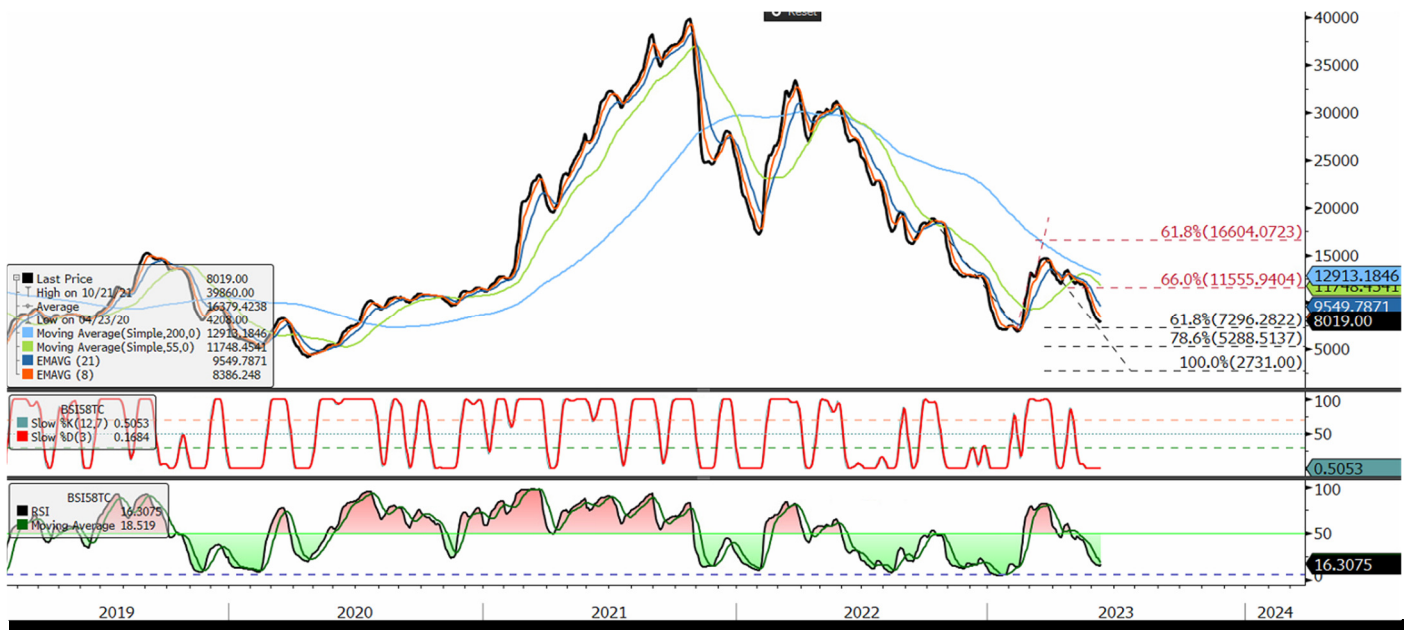
Q3 23

The futures remain bearish with a neutral bias, like the July contract we are seeing the MA on the RSI turn higher, suggesting the USD 12,875 fractal resistance could be tested in the near-term. However, we maintain our view based on the Elliott wave cycle that this upside move looks to be part of a countertrend Elliott wave 4, suggesting caution if we trade above the USD 12,875 level. We noted previously that above USD 13,750 will warn that the wave cycle has potentially failed; however, we should highlight the word 'potentially', key resistance levels on the rest of the complex are higher. We are cautious above this level but mainly because of the lack of intraday clarity on the Extended wave 3.

Cal 24

Like the rest of the Supramax complex we look to be on a corrective 3-wave pattern higher, within a bearish Elliott wave 4, suggesting the upside move is possibly countertrend. Near-term momentum is starting to look vulnerable, and this implies that the USD 12,200 fractal resistance could be vulnerable. The daily technical is bullish above this level; however, the Elliott wave cycle is not.

Supramax Index



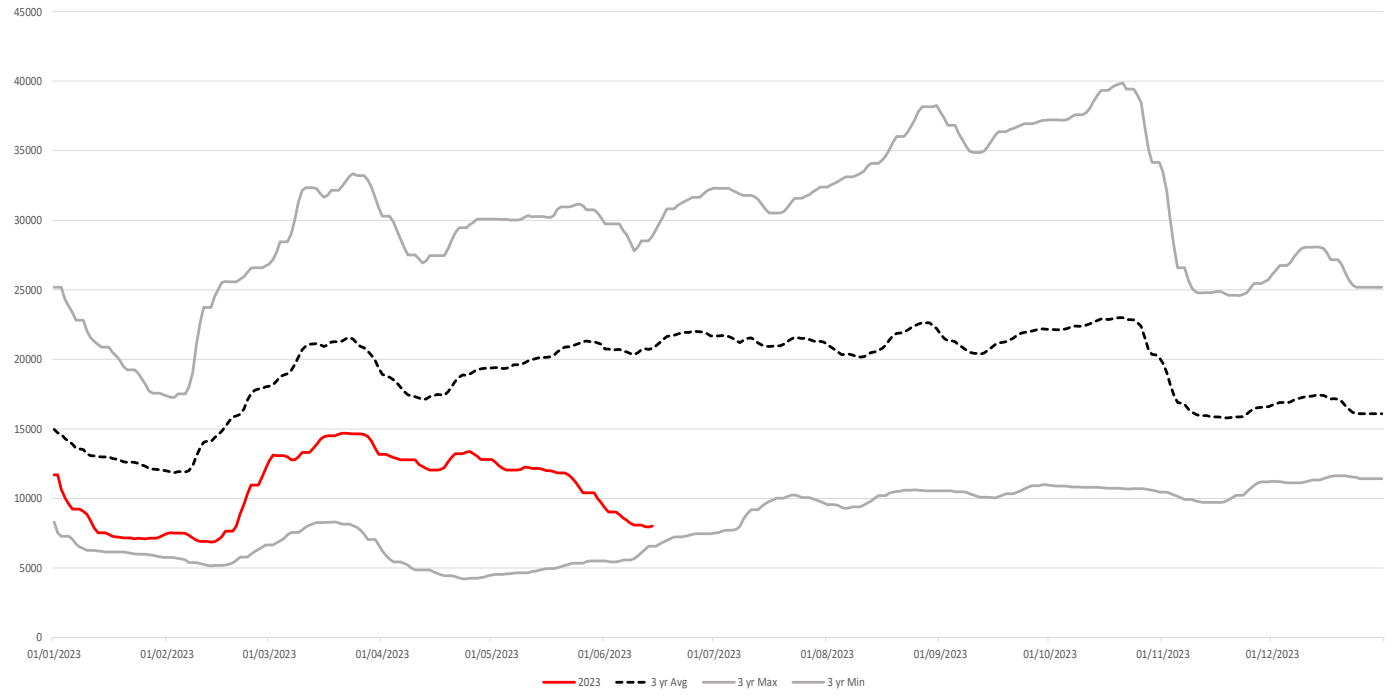
	Support	Resistance	Current Price	Bull	Bear
S1	7,296	R1	11,555	Stochastic oversold	RSI below 50
S2	5,288	R2	14,703		
S3	2,731	R3	16,604		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (16)
- Stochastic is oversold
- The index remained in a bearish trending environment on the last report with the weekly RSI below its MA, suggesting the USD 6,874 fractal low was vulnerable. Key resistance to follow was at USD 16,604 (incorrectly labeled, should have said 11,623). The index continued to move lower before turning higher today, price is below all key moving averages supported by the RSI below 50.
- Momentum based on price is aligned to the sell side, a close above USD 8,094 will mean it is aligned to the buy side. Upside moves that fail at or below USD 11,555 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- We remain technically bearish, but we are seeing a momentum slowdown, as the MA on the RSI is showing early signs that it is starting to flatten. A close above USD 8,094 will warn that we could see a test to the upside in the near-term.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax July 23



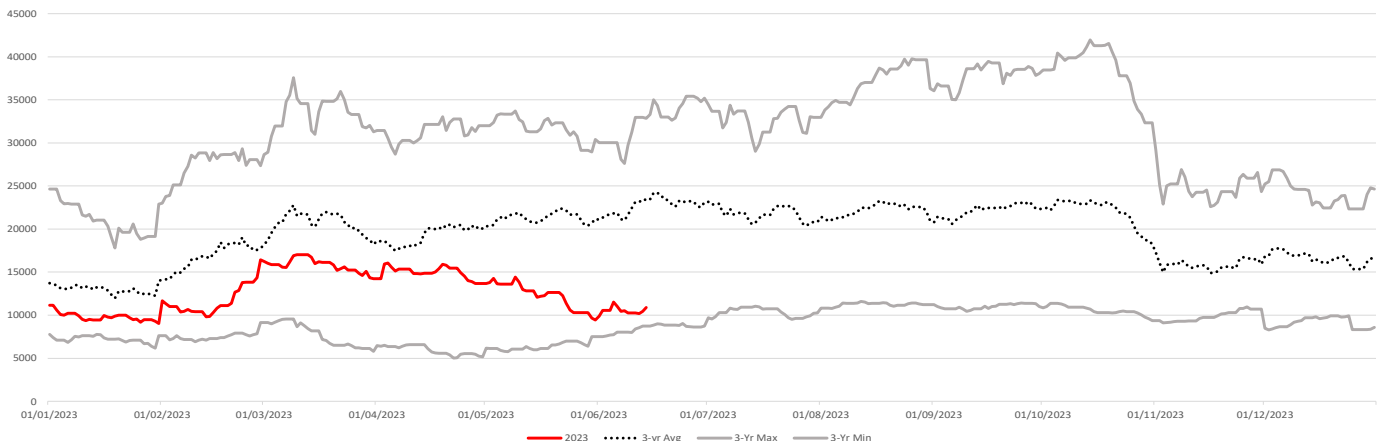
Support		Resistance		Current Price	Bull	Bear
S1	,154	R1	11,184	10,875		RSI below 50
S2	8,337	R2	11,812			
S3	7,520	R3	12,664			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is below 50
- The upside move previously signaled that we had entered the countertrend wave 4, implying upside moves, should in theory be considered as countertrend. We remained technically bearish with a potential downside target using the Williams method as low as USD 7,520. However, below USD 9,150 the minimum requirement for phase/cycle completion would have been achieved, as the futures would likely to be in divergence with the RSI. The futures have consolidated for the last few days before moving higher today. Price is now between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 12,664 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Like the Panamax technical yesterday the MA on the RSI is warning that sell side momentum is slowing, suggesting we could be about to see another move higher as part of a 3-wave corrective phase. This would suggest that the USD 11,800 fractal resistance could be tested and broken in the near-term. However, we maintain our view that the current upside moves looks to be potentially part of a countertrend Elliott wave 4, making USD 12,664 the key resistance to follow in the near-term. Technically bearish but vulnerable to a move higher in the near-term.

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



Supramax Q3 23

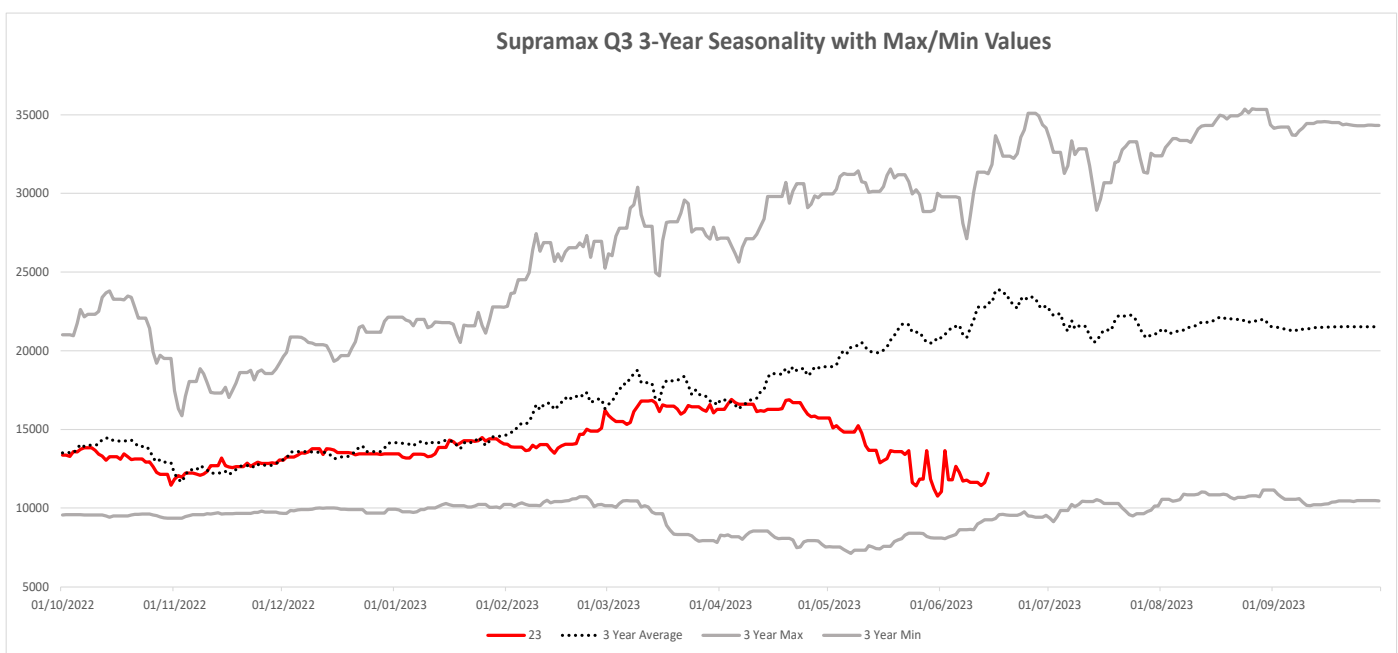


	Support	Resistance	Current Price	Bull	Bear
S1	11,225	R1	12,200		RSI below 50
S2	10,041	R2			
S3	9,637	R3			

Source Bloomberg

Synopsis - Intraday

- Price is between the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is below 50
- Technically bearish with a neutral bias last week as we had previously seen a breach in the USD 12,653 resistance. Intraday Elliott wave however suggested that upside moves should still be considered as countertrend, implying caution on moves higher. We noted that above a move above USD 13,750 will warn that the Elliott wave cycle will potentially have failed. Having moved sideways for a week, the futures are now moving higher. Price is between the 8-21 period EMA's with the RSI below 50.
- A close above USD 12,225 will warn that buy-side momentum is increasing, suggesting the USD 12,875 fractal resistance could come under pressure
- We remain bearish with a neutral bias. The MA on the RSI has started to move higher, warning that sell-side momentum is slowing, supporting the current move higher, suggesting resistance levels could be tested in the near-term. However, based on our Elliott wave analysis we maintain our view that upside moves have the potential to be countertrend, implying caution on moves above USD 12,875.



Supramax Cal 24



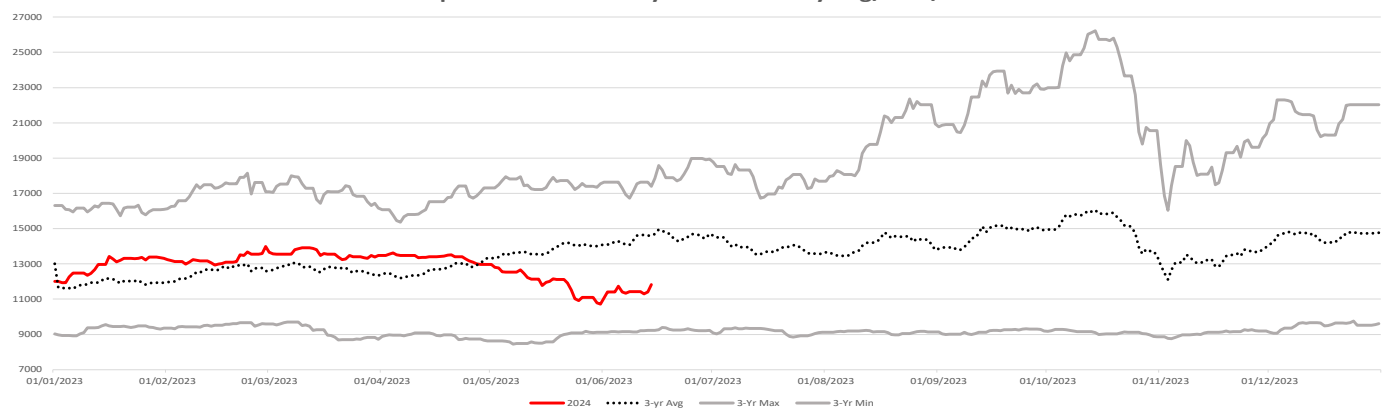
	Support	Resistance	Current Price	Bull	Bear
S1	10,665	R1	12,025		
S2	10,300	R2	12,200		RSI below 50
S3	9,934	R3	12,521		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (40)
- Stochastic is above 50
- The futures looked to be in a countertrend wave 4 last week, suggesting caution on upside moves. The technical although bearish had a neutral bias, if the cycle was correct then support levels remained vulnerable. The futures have found a base and are currently moving higher. Price is above the 8-21 period EMA's supported by the RSI below 50.
- We noted last week that upside moves above USD 12,200 will be above the top of the Elliott wave 3, meaning the bearish wave cycle will have failed. In reflection this is not the case as the move lower was an extended wave 3, above USD 12,200 the daily technical is bullish based on price; however, the wave cycle remains bearish below USD 12,521 and neutral above. The peak of the extended Elliott wave 3 is actually at USD 13,575, only above this level can we say definitively that the cycle has failed.
- Technically bearish with a neutral bias, the upside move looks to be a 3-wave corrective pattern that has the potential to test the USD 12,200 fractal resistance. However, based on our Elliott wave analysis this upside move still looks to be countertrend.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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