



Supramax Technical Report

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Index

Technically bearish last week we noted that resistance levels were starting to look vulnerable due to price being in divergence with the RSI. We have seen a move higher but the technical remains bearish at this point. However, the ratio with the rolling front month is warning we could see a move higher whilst we have a divergence in play, for this reason the index is not considered a technical sell at these levels.

Sep 23

Bearish with a neutral bias on the last report, the futures were finding bid support on the back of a positive divergence; however, we were cautious on upside moves due to the USD 2,500 carry over the index. The futures have seen a strong move higher with the technical now in bullish territory, the RSI is making new highs whilst the MA on the RSI is indicating momentum is supported. We also noted that the current bull wave is more than 161.8% the length of the previous wave, implying it is bullish impulse, for this reason downside moves are considered as countertrend at this point.

Q4 23

We were a cautious bear last week as the futures had failed to make a new low, warning that the Elliott wave cycle could be about to fail. The futures have moved higher with the technical entering bullish territory, the RSI has made a new high whilst the MA on the RSI would suggest that momentum is supported at this point, implying downside moves should be considered as countertrend. Like the Sep contract, the strength of the upside move would suggest it is bullish impulse.

Cal 24

The futures were testing key resistance last week with the momentum supported, warning resistance levels and the bearish wave cycle could be about to fail. The futures have moved higher with the technical now in bullish territory, the RSI has made a new high whilst the MA on the RSI would suggest that momentum is supported at this point, implying downside moves should be considered as countertrend.

Supramax Index



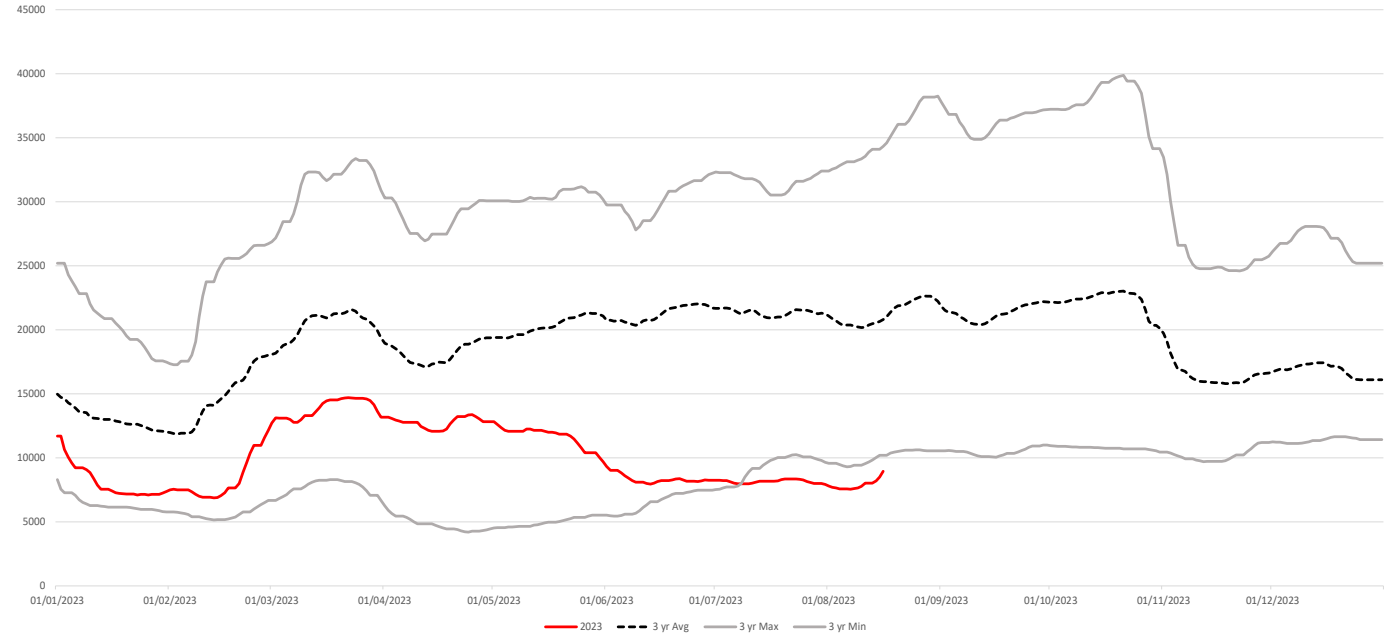
	Support	Resistance	Current Price	Bull	Bear
S1	7,296	R1	11,402	RSI above 50	
S2	6,874	R2	13,378		
S3	5,288	R3	14,703		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is at 50
- Technically bearish on the last report. The index was in divergence with the RSI, not a buy signal, it warned that we had the potential to see a momentum slowdown, the index was not considered a technical sell. With momentum based on price aligned to the buyside, alongside the divergence, it warned that the USD 8,369 resistance was vulnerable. The index has moved higher with resistance being broken; price is now above the 8-21 period EMA's with the RSI above 50.
- Momentum based on price is aligned to the buyside, a close below USD 8,105 will mean it is aligned to the sell side. Upside moves that fail at or below USD 11,402 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the index is moving higher on the back of the divergence, we also note that the ratio is currently at 0.69, a level that has previously warned that the index could be about to enter a bull phase. For this reason, the index is not considered a technical sell at this point.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Sep 23



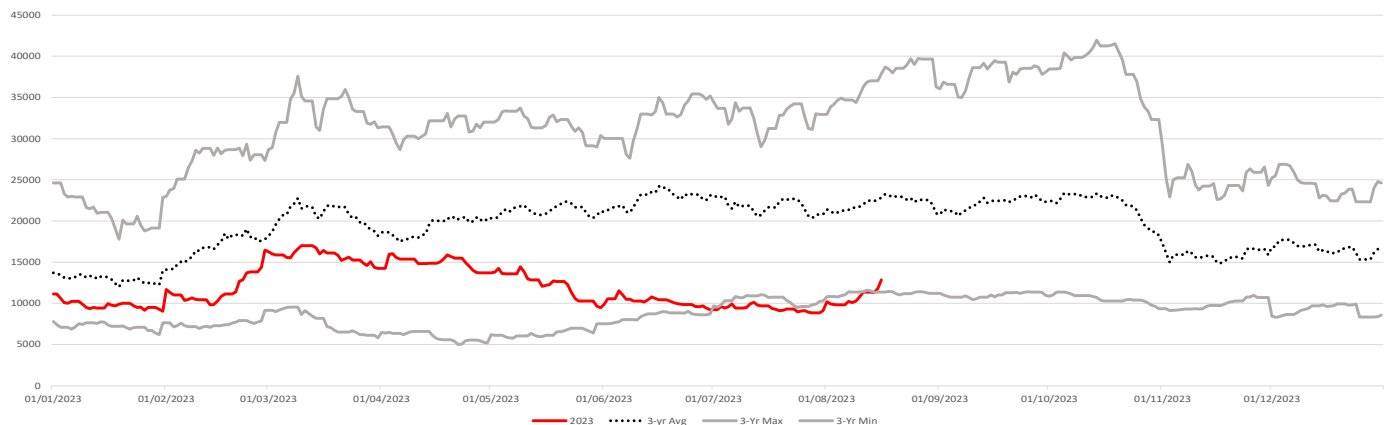
	Support	Resistance	Current Price	Bull	Bear
S1	11,712	R1	12,775	RSI above 50	Stochastic overbought
S2	11,337	R2			
S3	10,829	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (69)
- Stochastic is overbought
- Bearish with a neutral bias last week, the futures were finding bid support on the back of a positive divergence with the RSI. However, the futures are around USD 2,500 above the index which had only just turned to the buyside, suggesting upside moves could be limited at this point. The intraday technical also had the potential to create a negative divergence with the RSI above USD 10,400, suggesting caution on upside breakouts at this point. The futures have seen a strong move higher resulting in the divergence failing, the futures are now above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 10,829 will support a bull argument, below this level the technical will have a neutral bias.
- The upside move in the futures mean the technical is now bullish. The MA on the RSI is indicating that momentum is supported at this point. The current wave is now more than 161.8% the length of the previous wave, suggesting that the upside move is bullish impulse, meaning downside moves should be considered as countertrend at this point.

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



Supramax Q4 23

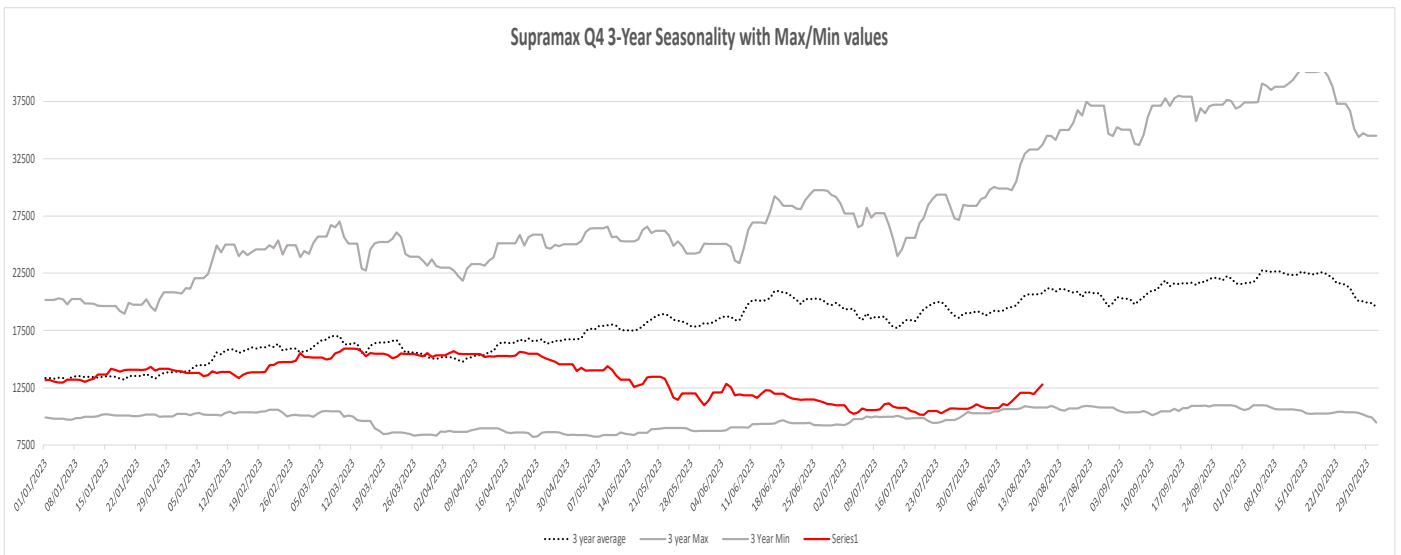


Support		Resistance		Current Price	Bull	Bear
S1	12,021	R1	12,922	12,800	RSI above 50	Stochastic overbought
S2	11,750	R2	13,152			
S3	11,382	R3	13,525			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (63)
- Stochastic is overbought
- Having previously rejected the USD 11,607 resistance the futures failed to make a new low, warning resistance levels were vulnerable again. A move above the USD 11,450 fractal resistance would suggest the USD 11,607 level could be tested and broken. If it was, then the pullback would be considered as deep, meaning the probability of the futures trading to a new low will have decreased, warning the bearish Elliott wave cycle could potentially fail. The failure to make a new low suggested caution, making USD 11,607 the key level to follow. The futures did move higher resulting in the USD 11,607 level and the fractal resistance being broken, meaning the technical is bullish. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above 11,382 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the RSI is making new highs whilst the MA on the RSI would suggest that momentum is supported, implying downside moves should be considered as countertrend at this point, making USD 11,382 the key support to follow. Like the Sep contract, the current bull wave is greater than 161.8% of the previous wave, implying we are looking at a bullish impulse Elliott wave 3 of this phase of the cycle.



Supramax Cal 24



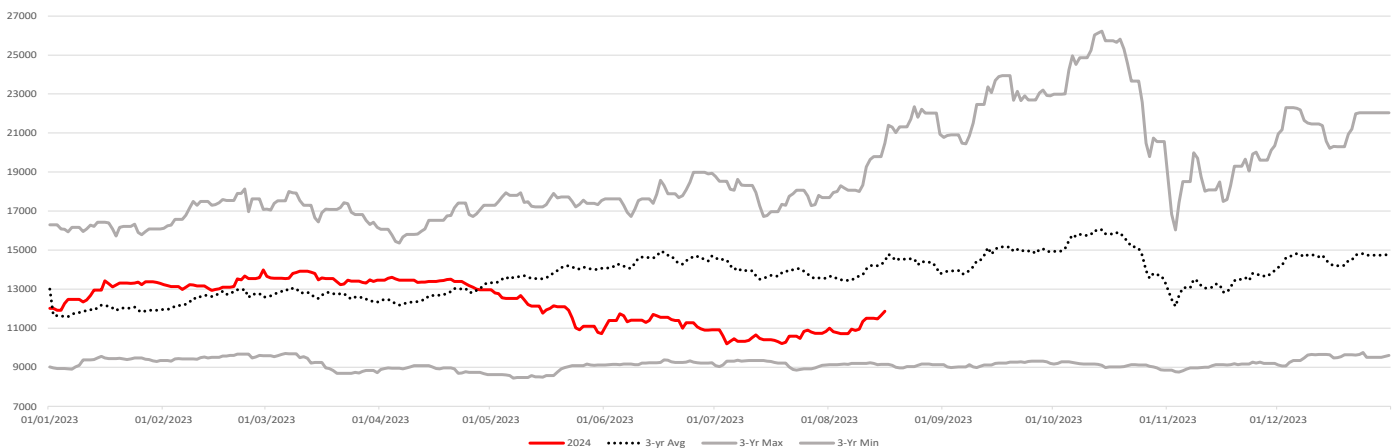
Support	Resistance	Current Price	Bull	Bear
S1	R1	11,900	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Technically bearish on the last report; the futures were approaching key resistance with the MA on the RSI implying momentum was supported. If we traded above the USD 11,145 resistance, then the deep pullback would warn that the bearish wave cycle had a higher probability of failure. We noted that the failure would be on wave 5 of the wave 5 for both the Q4 and Cal, meaning the minimum requirement for phase/cycle completion had already been achieved. We did move higher with price trading above key resistance and fractal support, meaning the technical is now bullish.
- Downside moves that hold at or above USD 11,075 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the RSI is trading to new highs with the MA on the RSI suggesting momentum is supported, implying downside moves should be considered as countertrend at this point, making USD 11,075 the key level to follow.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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