



Supramax Technical Report

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Index

Technically bullish, the upside move above USD 11,402 level last week means the USD 13,378 fractal resistance could now be tested and broken. The RSI at 89 is approaching the 95-resistance level that we highlighted previously, warning price is nearing an area where it will start to look overextended if we move much higher, suggesting focus should now be on the RSI as much as the index values.

October 23

The futures remain in a bullish trending environment with the intraday RSI still in divergence with price. We look to be on an extended wave 5, meaning downside moves should be considered as countertrend at this point, implying there could still be further upside within this phase of the cycle. If the divergence fails on the intraday, it will warn that we could be on a higher timeframe 3; however, this is not in play at this point, it is just something to be aware of. Key support is at USD 12,248, if broken, then the probability of the futures trading to a new high will decrease due to the depth of the pullback.

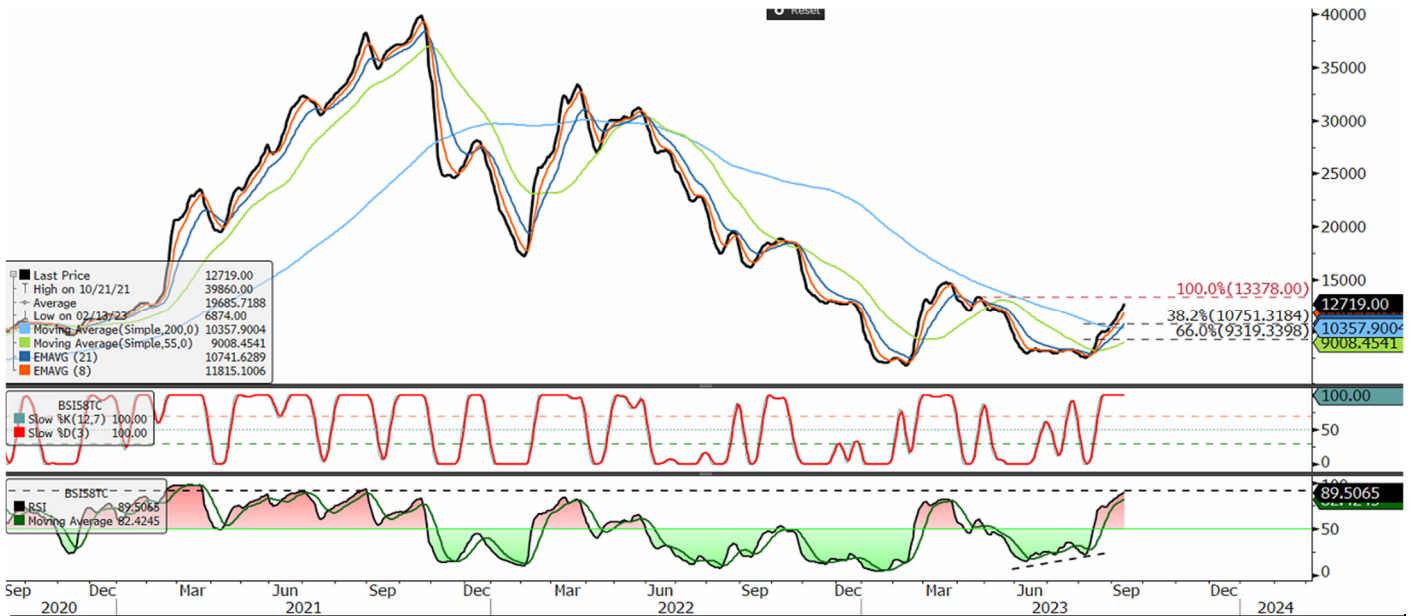
Q4 23

The first observation on the Q4 is that we look to be on a higher timeframe wave 3, meaning downside moves should be considered as countertrend. However, the October futures are in play within the Q4, and this looks to be distorting the technical. We do still think that intraday downside moves should be considered as against the trend, but we do not think we are on a higher timeframe wave 3 at this point, as this is not supported by the rolling front month, or Cal 24. If the Nov +Dec trades below USD 12,102 (we are around USD 500 discount to the Q4), then it will suggest that the probability of the futures trading to a new high will decrease.

Cal 24

Technically bullish last week with the move above USD 11,483 warned that the USD 11,900 high remains vulnerable. We have moved higher but remain below the USD 11,900 level that is needed to signal that the Elliott wave cycle has achieved its minimum requirement for phase cycle completion. However, we are seeing warning signs on the intraday that price could be exhausting, which suggests caution on upside moves from here.

Supramax Index



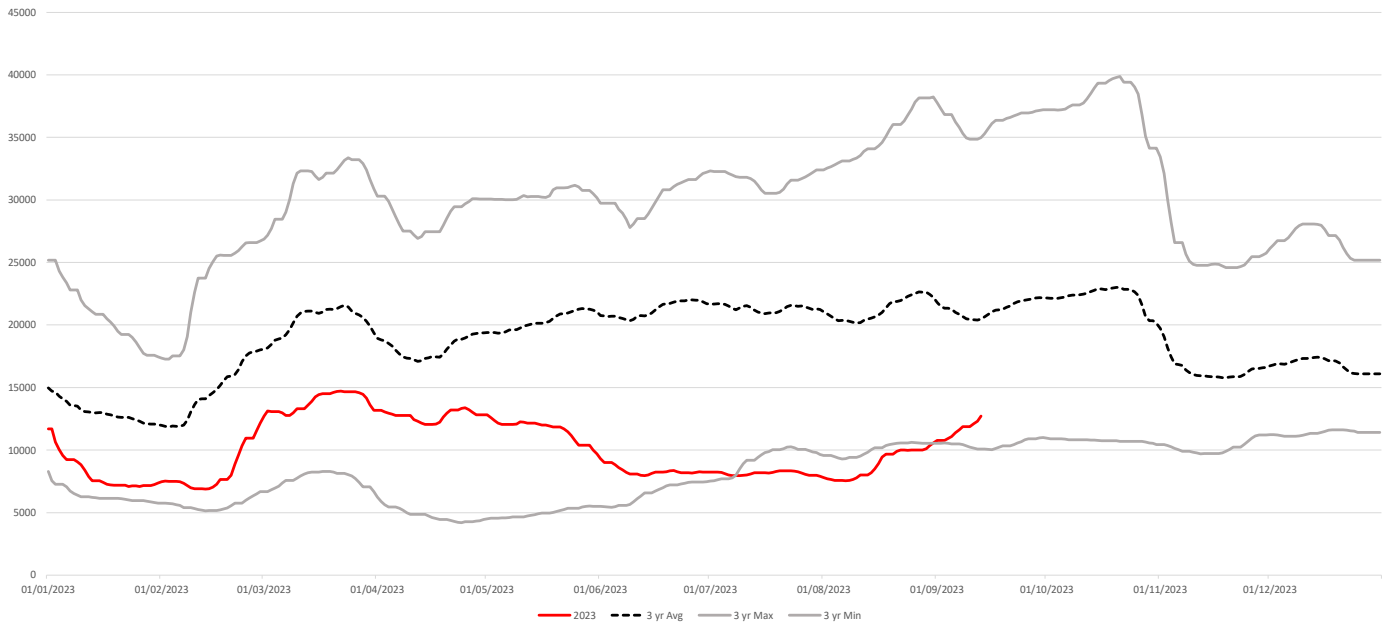
	Support	Resistance	Current Price	Bull	Bear
S1	10,751	R1	13,378	RSI above 50	Stochastic overbought
S2	10,143	R2	14,703		
S3	9,319	R3	16,199		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (89)
- Stochastic is overbought
- Technically bullish last week, having risen USD 314 on the 06/09/23, we expected the USD 11,402 resistance to be broken the following day, which would mean that the USD 13,378 fractal resistance will start to look vulnerable. The RSI was at 84; however, we marked 95 as an area of resistance based on historical price movement. The index continues to move higher with price now looking to test the USD 13,378 level. Price is above all key moving averages supported by the RSI above 50.
- Momentum based on price is aligned to the buy side, a close below USD 11,934 will mean it is aligned to the sell side. Downside moves that hold at or above USD 9,319 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the USD 13,378 level now looks like it could be broken. However, the RSI at 89 is approaching the 95 level that we highlighted as resistance last week. Not a sell signal, momentum is warning that we could potentially be overextended if we move much higher.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Oct 23



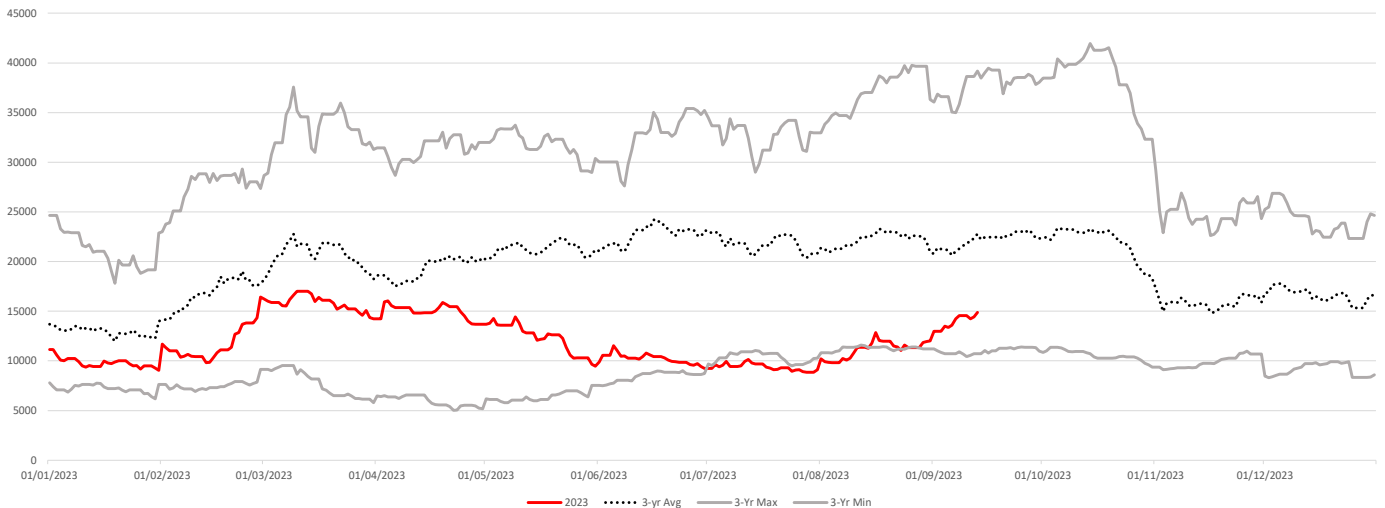
	Support	Resistance	Current Price	Bull	Bear
S1	13,407	R1	14,900	RSI above 50	Stochastic overbought
S2	12,915	R2			
S3	12,248	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (72)
- Stochastic is overbought
- Technically bullish with the RSI making new highs last week, the intraday futures were in divergence with the RSI, not a sell signal it did warn that we have the potential to see a momentum slow, suggesting caution. We noted that if the intraday divergence failed, it would indicate that we are seeing an Elliott wave extension, which would have bullish implications going forward., meaning we were a cautious bull. The futures continue to move higher with price above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 12,248 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 10,900 is the technical bearish.
- Technically bullish the intraday RSI is still in divergence with the RSI; however, the Elliott wave count is suggesting that intraday downside moves should be considered as countertrend, implying we have the potential for further upside within this cycle. We should note that this looks to be an Elliott wave 5 that is extending, if the divergence fails on the intraday, then it would suggest we are looking at a higher timeframe wave 3 (not happening yet, but to be aware of). If we do see a pullback below USD 12,248, then the probability of the futures trading to a new high will decrease.

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



Supramax Q4 23

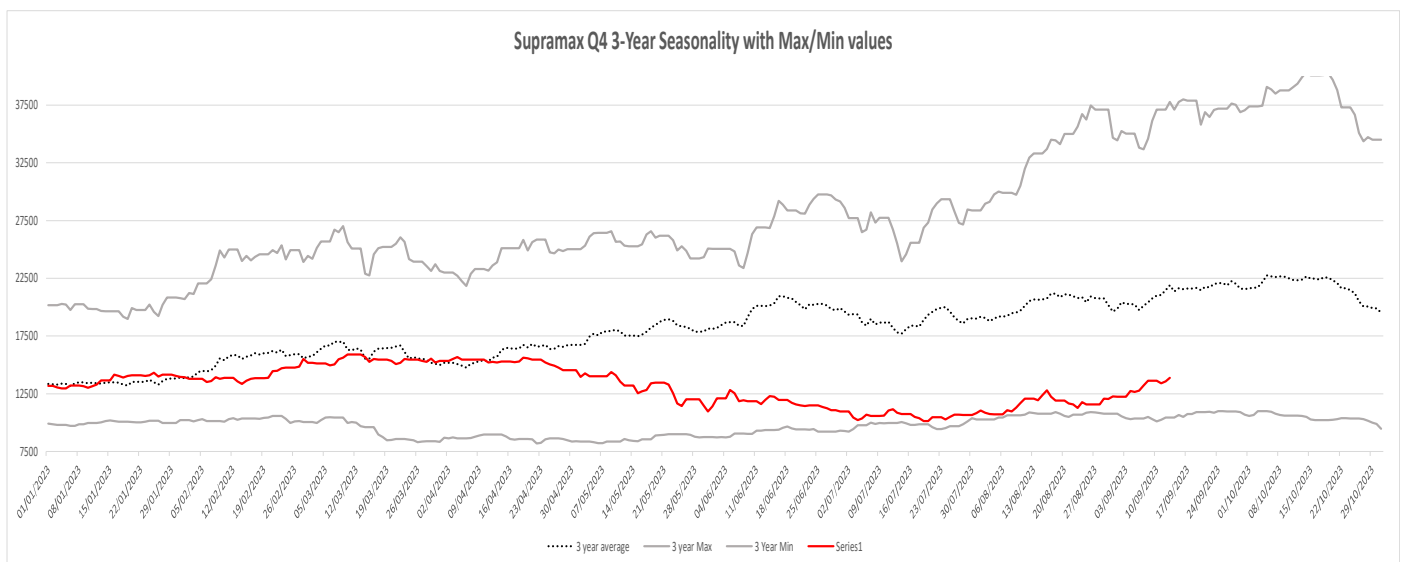


	Support	Resistance	Current Price	Bull	Bear
S1	12,901	R1	14,150	RSI above 50	Stochastic overbought
S2	12,562	R2	14,966		
S3	12,102	R3	15,662		

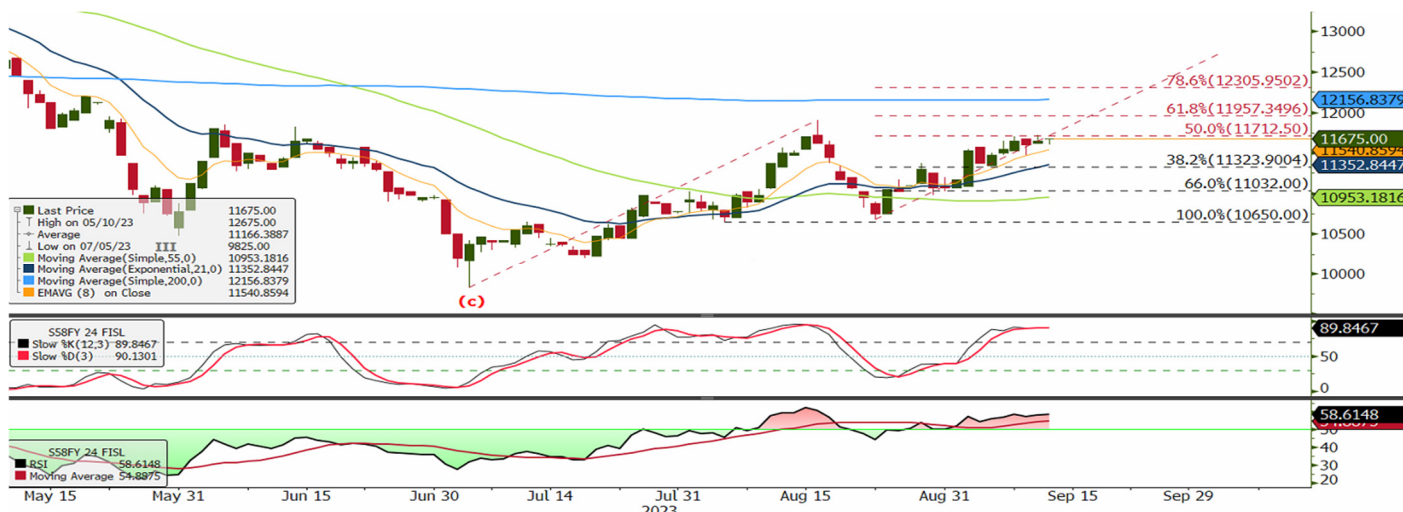
Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (67)
- Stochastic is overbought
- Technically bullish last week, the USD 13,150 resistance remained vulnerable; however, above this level would create multiple timeframe divergences on the intraday technical, suggesting caution on upside breakouts. Lower timeframe wave analysis warned that we still had the potential to trade as high as USD 13,686 within this phase of the cycle. The futures continued to move higher, resulting in the intraday divergence failing, we are now above our intraday target at USD 13,686. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold above USD 12,102 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 11,125 is the technical bearish.
- Technically bullish, the divergence failure on the recent upside move is making this technical look more bullish than it potentially is, as it suggests that there is a larger wave cycle in play, meaning downside moves should be considered as countertrend. However, it looks like this is because the October futures are part of the Q4 makeup which is possibly starting to distort the technical (the Nov+Dec is USD 500 lower); however, in the near-term, it means we could see support levels hold. When we do see a technical pullback, we should follow the Nov+Dec and not the Q4, if the N+D trade below USD 12,102 it will warn that the probability of the futures trading to a new high will decrease.



Supramax Cal 24



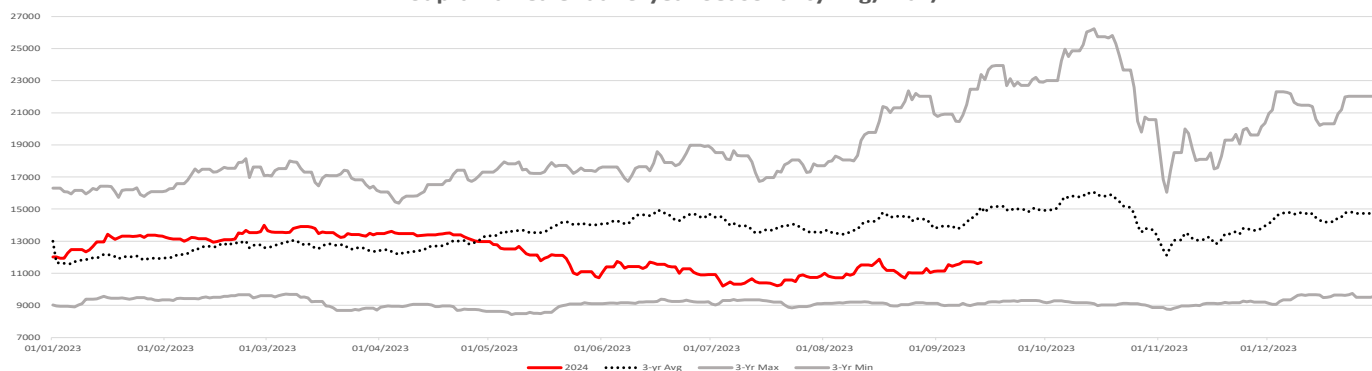
Support	Resistance	Current Price	Bull	Bear
S1	R1	11,675	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- The move above USD 11,483 last week meant that the technical was back in bullish territory, warning the USD 11,900 fractal high was starting to look vulnerable. However, downside moves that traded below USD 10,975 would suggest that momentum based on price was weakening (this is an intraday fractal support), suggesting the USD 10,675 – USD 10,650 support zone could be tested and broken. The futures continue to move higher but remain below the USD 11,900 level. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 11,032 will support a bull argument, below this level the USD 10,675 – USD 10,650 support zone will be vulnerable.
- Technically bullish, in theory we need to trade above the USD 11,900 level to achieve the minimum requirement for phase/cycle completion, at this point a new high will create a negative divergence with the RSI, warning we could see a momentum slowdown. However, the intraday technical is showing signs of exhaustion, suggesting caution on upside moves from here.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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