



Supramax Technical Report

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Index

In the last report we noted that the downside move had the potential to be countertrend, based on the strength of the RSI moving to a high of USD 94.2. Having seen a small move lower we now have light buyside support; however, the MA on the RSI continues to suggest that momentum is weak at this point, meaning although bullish, we have a cautious view.

Nov 23

This is a difficult technical, we are on a corrective Elliott wave C that has produced 5 waves lower on the intraday; however, compared to the wave A the Wave C is short. This would suggest there is still further downside to come (i.e., this is potentially the first part of the correction), but we need to see the futures trade below the USD 13,000 fractal support for confirmation. The issue is that the futures are testing the 200-and-55-period EMA's, with the 8-21 period EMA's just above them. In theory we should see a break to the downside; however, with price in consolidation and on support, we must take a neutral view at this point.

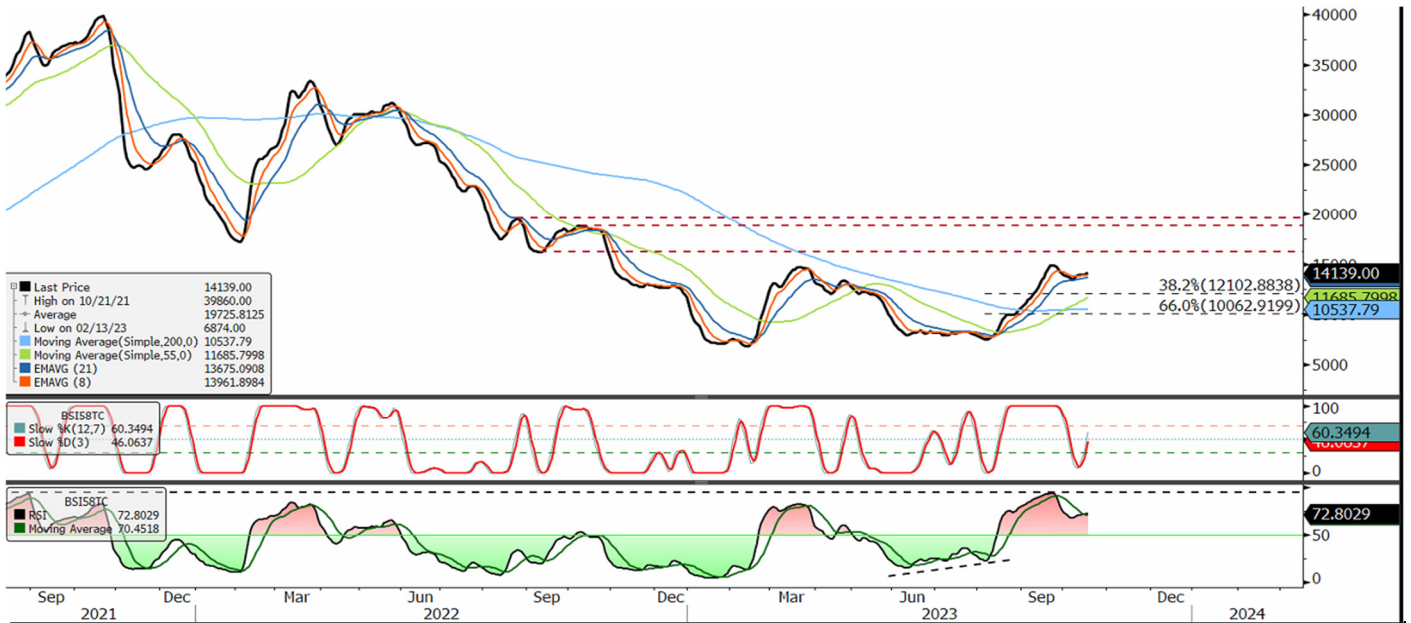
Q1 24

We have moved away from the Q4 into the Q1, as the October contract is now averaging in. The upside move in the futures yesterday followed by the move lower today, means we have rejected the USD 9,834 resistance, warning that support levels remain vulnerable. The MA on the RSI also suggests that momentum remains weak at this point.

Cal 24

Technically bullish on the last report, we had a more neutral bias as the futures were in a consolidation phase. We have seen a move lower, meaning the technical, although still bullish, now has a neutral bias, as the USD 11,032 support has been breached. This means that the probability of the futures trading to a new high has started to decrease. The MA on the RSI continues to suggest that momentum is weak, for this reason, we are cautious on upside moves at this point.

Supramax Index



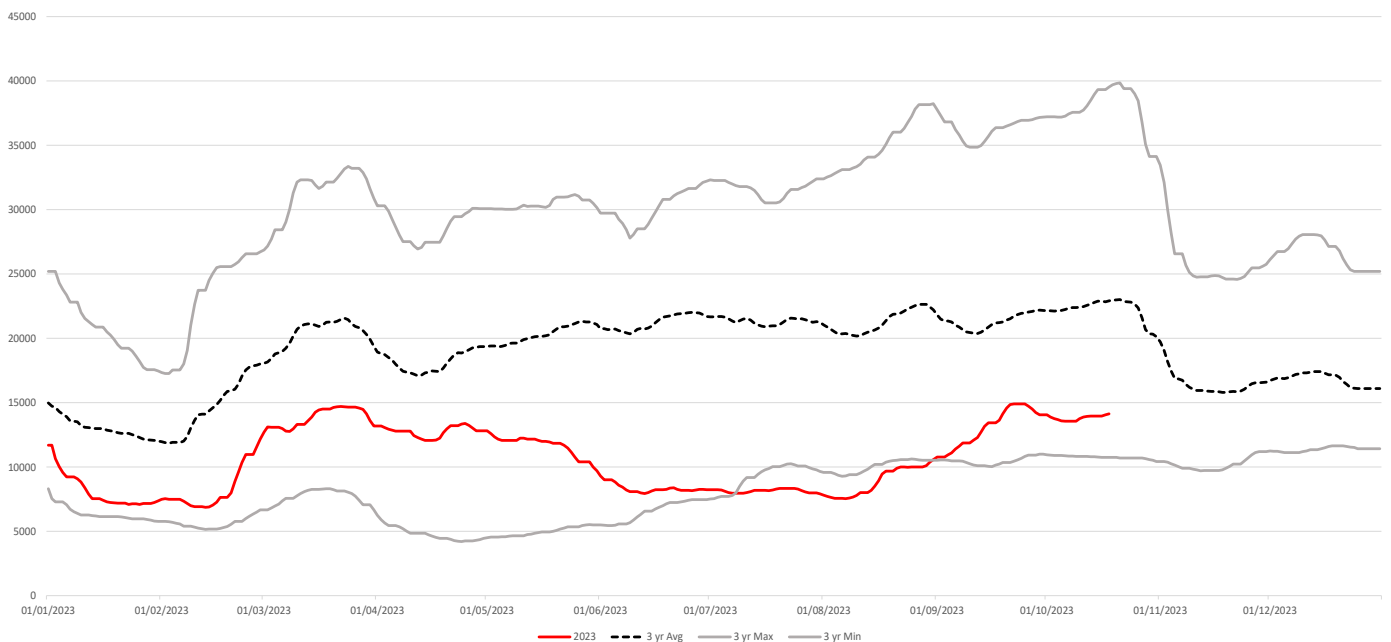
Support	Resistance	Current Price	Bull	Bear
S1	12,102	14,139	RSI above 50	
S2	11,237			
S3	10,062			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (72)
- Stochastic is below 50
- Technically bullish with price still in a corrective phase on the last report, the MA on the RSI suggested that momentum was weak. However, as highlighted previously, based on the strength of the RSI move up to 94.2, the current corrective move lower had the potential to be countertrend, making USD 10,062 the key support to follow. The index traded to a low of USD 13,554 and is now moving higher, 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 13,954 will mean it is aligned to the sell side. Downside moves that hold at or above USD 10,062 will support a bull argument, below this level the technical will have a neutral bias.
- Very little has changed on the index, we are now moving higher again having held above the 21-period EMA. The MA on the RSI still suggests momentum is weak; the technical is bullish but we have a note of caution, as the upside move looks to be struggling on the move higher at this point due to the momentum weakness.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Nov 23



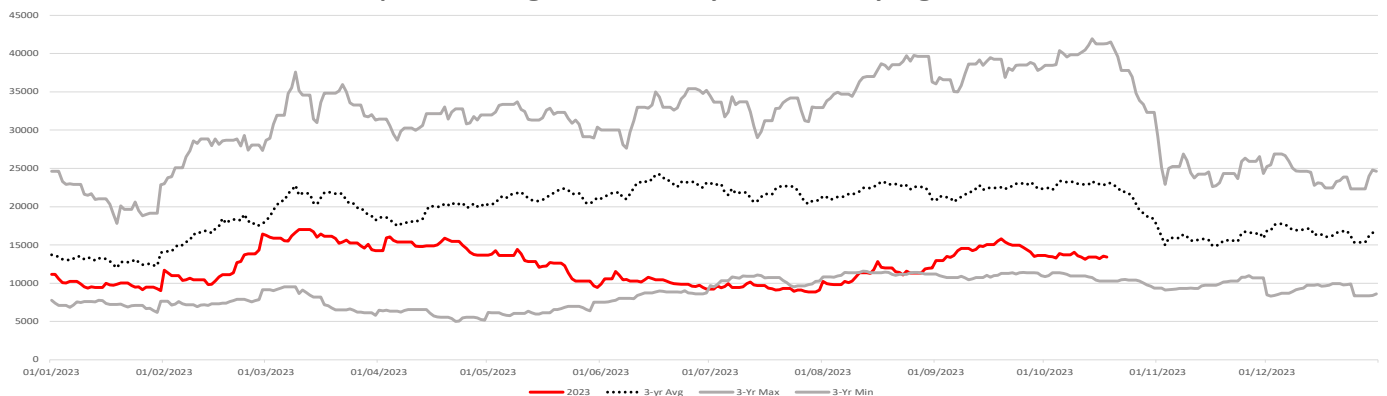
	Support	Resistance	Current Price	Bull	Bear
S1	14,056	R1	14,165	RSI above 50	
S2	13,440	R2	14,525		
S3	12,605	R3	15,013		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (50)
- Stochastic is oversold
- The longer-term Elliott wave cycle had suggested that this corrective move lower looks to be countertrend on the previous report. However, the intraday move lower had consisted of 5 waves, indicating that there was a larger bear cycle in play. This implied that we were on a bearish wave A, meaning the following move higher looked like it would be a countertrend wave B, which in theory should be followed by a bearish wave C. We noted that it could be that the corrective move plays out, and we then move to new highs, it could also mean that the wave cycle was going to fail, which would be in line with the seasonality chart. Either way, in the near-term, the futures were not considered as sell, as we are vulnerable to a move higher. The futures did move higher but rejected the USD 14,165 Fibonacci resistance, resulting in the futures trading to a new low. Price is below the 8-21 period EMA's with the RSI neutral at 50.
- Downside moves that hold at or above USD 12,605 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 15,013 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 16,050 resistance.
- The futures are still technically bullish, but price is starting to consolidate. We are below the 8-21 period EMA's but on/above the 200-and-55-period MA's. if we trade below USD 13,000, we are looking at the wave C extending to the downside. However, at this point the technical is neutral and needs to show its directional play first due to the support highlighted.

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



Supramax Q1 24

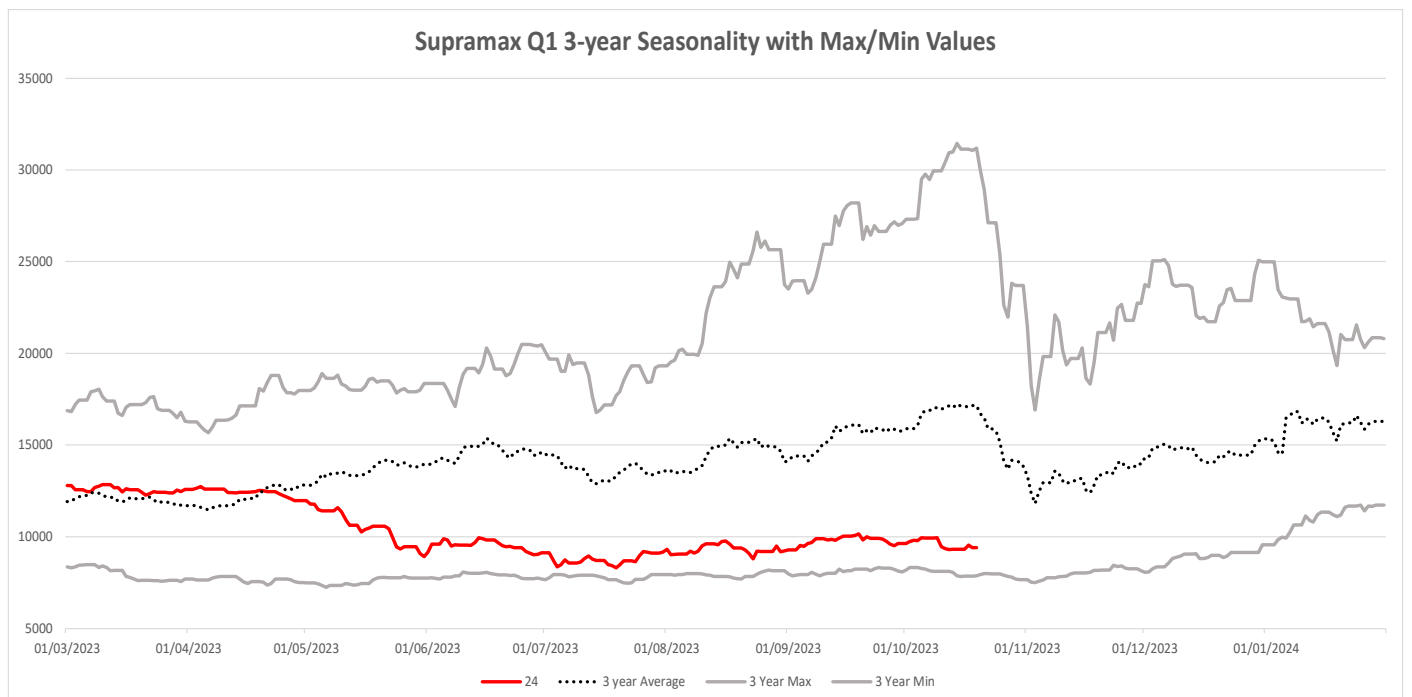


	Support	Resistance	Current Price	Bull	Bear
S1	9,015	R1	9,834	Stochastic oversold	RSI below 50
S2	8,837	R2	9,978		
S3	8,746	R3	10,225		

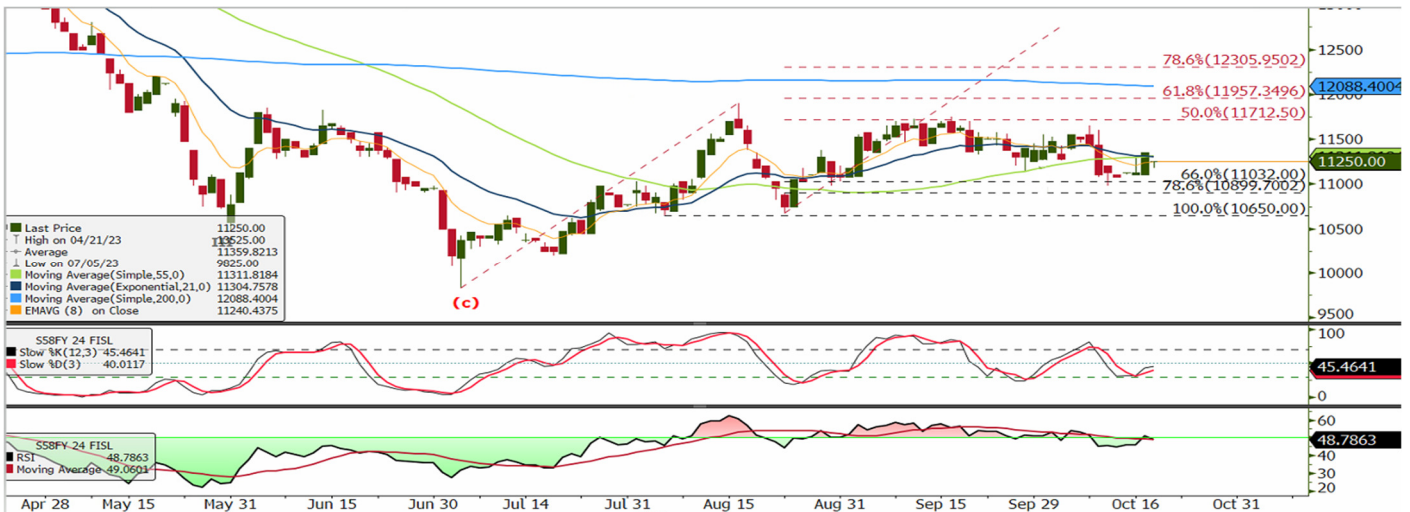
Source Bloomberg

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic oversold
- The upside move in the futures yesterday rejected the USD 9,834 resistance, resulting in price trading lower today. The futures are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 9,834 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The MA on the RSI is suggesting that momentum is weak, whilst the RSI is failing to hold above its moving average, warning we have the potential for further downside within this phase of the corrective cycle. Having failed to trade above the 9,834 level yesterday, followed by a move lower today, it would suggest that the USD 9,075 fractal support is now vulnerable, below this level the technical will target the USD 8,837 and USD 8,746 support levels.



Supramax Cal 24



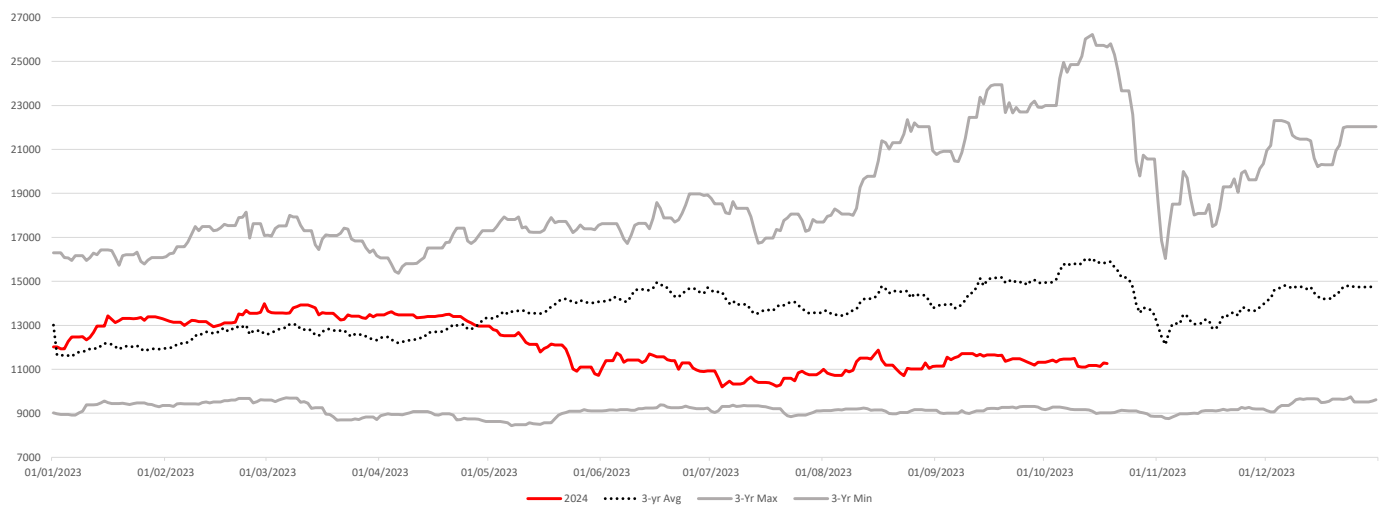
	Support	Resistance	Current Price	Bull	Bear
S1	11,032	R1	11,712		
S2	10,899	R2	11,957		RSI below 50
S3	10,650	R3	12,305		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is below 50
- Although technically bullish in the last report, we had a more neutral bias as the futures were starting to consolidate having moved lower on a divergence. The futures moved lower and did breach the USD 11,032 support, meaning the technical, although bullish now had a neutral bias. Price is below the 8-21 period EMA's with the RSI below 50.
- The futures have broken the consolidation phase of the downside, this should in theory now act as a resistance zone. The depth of the pullback would imply that the probability of the futures trading to a new high has started to decrease, whilst the MA on the RSI is indicating that momentum is still weak at this point. We maintain a cautious view on upside moves at this point due to the momentum weakness.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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