



# Supramax Technical Report

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## Index

Technically bullish last week, the index continues to make new highs with price now divergent with the RSI. Not a sell signal, it is a warning that we could see a momentum slowdown and will need to be monitored. However, countering this, we have an A-B = C-D pattern in play that is warning we have the potential to trade as high as USD 19,427.

## Dec 23

Technically bullish with momentum supported last week, the futures have continued to trade to new highs. Momentum is supported with downside moves considered as countertrend. However, we should note that the upside move today means the trend is starting to look a little parabolic here, warning we could be due a correction soon.

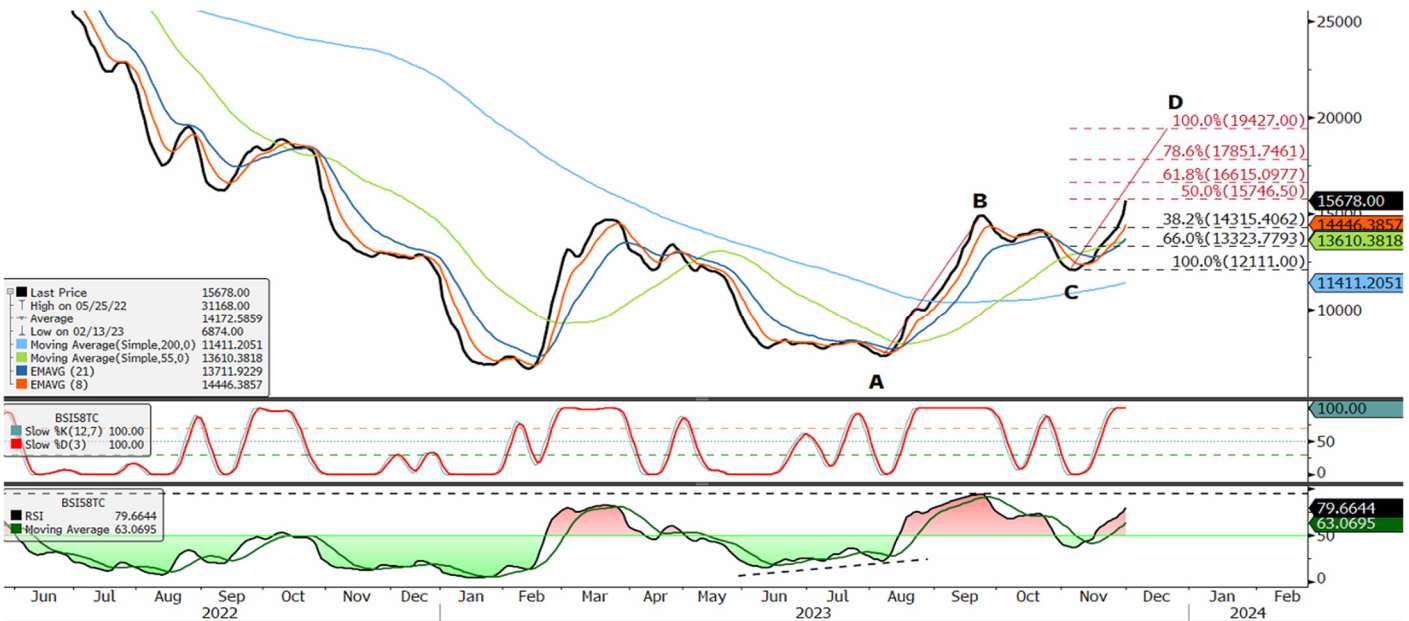
## Q1 24

Bullish last week with momentum supported and downside moves considered as countertrend, the futures continue to trade to new highs. We continue to see momentum support with downside moves considered as countertrend. In theory, we could trade as high as USD 15,125 within this phase of the cycle, the problem is due to the intraday wave extension it is very unclear where to run the Fibonacci support and projection levels from, so it is possible that this may not be achieved as we could be running our numbers too high. However, we do think pullbacks will be against the trend still.

## Cal 24

Bullish last week with momentum support, we were a little cautious due to a possible mean reversion; however, we have continued to trade to new highs. Momentum is still supported with downside moves considered as countertrend. However, like the Q1 24, the intraday technical is unclear due to the wave 3 extension, meaning we could be running our Fibonacci levels too high. On paper we should trade up to USD 13,979 with key support at 12,522, but we could be a little high in both the Q1 and Cal, so a little caution advised. What we do maintain is that moves lower should be corrective not bearish in both.

# Supramax Index



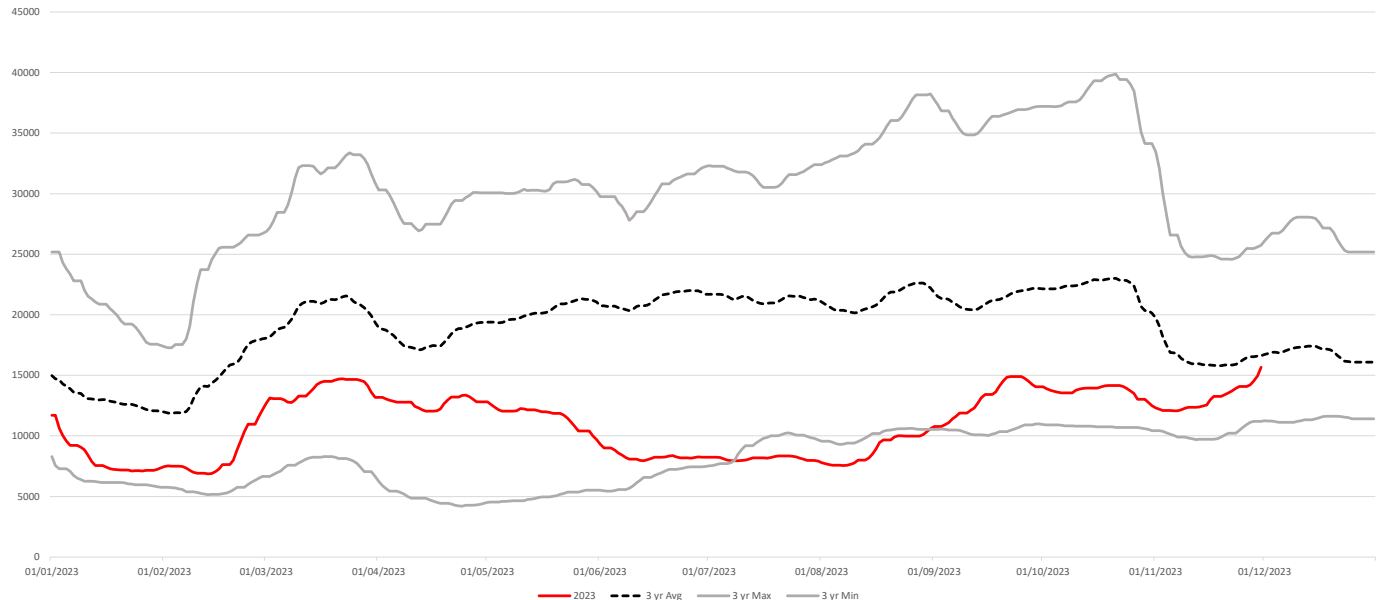
	Support	Resistance	Current Price	Bull	Bear
S1	14,315	R1	15,746	RSI above 50	Stochastic overbought
S2	16,615	R2	16,615		
S3	17,851	R3	17,851		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (79)
- Stochastic is overbought
- Technically bullish last week, the move above the USD 13,443 level implied that the USD 14,153 and potentially the USD 14,906 resistance levels were now vulnerable. The MA on the RSI had turned higher, confirming momentum has turned to the buy side, supporting a bull argument at this point. The index has continued to move higher with price now making new highs. We are above all key moving averages with the RSI above 50.
- Momentum based on price is aligned to the buy side, a close below USD 14,403 will mean it is aligned to the sell side. Downside moves that hold at or above USD 13,323 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the new high means that the index is in divergence with the RSI, not a sell signal it is a warning that we have the potential to see a momentum slowdown. However, the MA on the RSI does indicate that momentum is currently supported. We also potentially have an A-B = C-D pattern in play, warning we could see the index trade as high as USD 19,427 in this move.

## Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax Dec 23



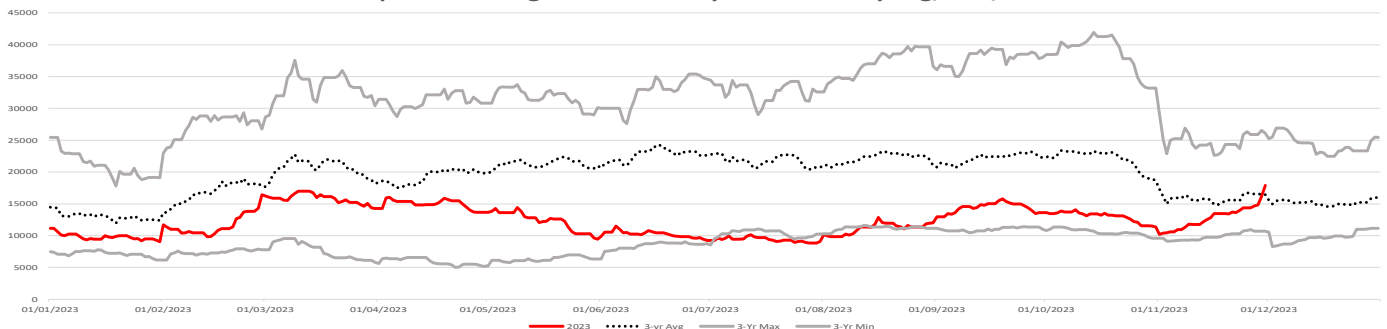
	Support	Resistance	Current Price	Bull	Bear
S1	15,059	R1	17,900	RSI above 50	Stochastic overbought
S2	14,112	R2			
S3	12,828	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (76)
- Stochastic is overbought
- We noted last week that in theory, the futures need to trade above the USD 14,300 level, in reality, the move above the USD 13,650 level had confirmed that the bearish wave cycle has failed, meaning this technical was bullish. The MA on the RSI is implying that momentum was supported, with the intraday Elliott wave cycle suggesting downside moves should be considered as countertrend. The RSI had also broken above resistance, supporting the wave theory that downside moves look like they will be countertrend. As noted on the morning technicals, we did have a note of caution on upside moves, as the 1-hour RSI is in divergence. The futures continued to move high having produced no significant pullback. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 12,828 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the RSI is making new high whilst the MA on the RSI would suggest that momentum is supported, suggesting downside moves should be considered as countertrend at this point. The intraday Elliott wave cycle also suggests downside moves will be against the trend. Just a note of caution as the trend is starting to look a little parabolic, meaning we could enter a corrective phase soon.

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



# Supramax Q1 24

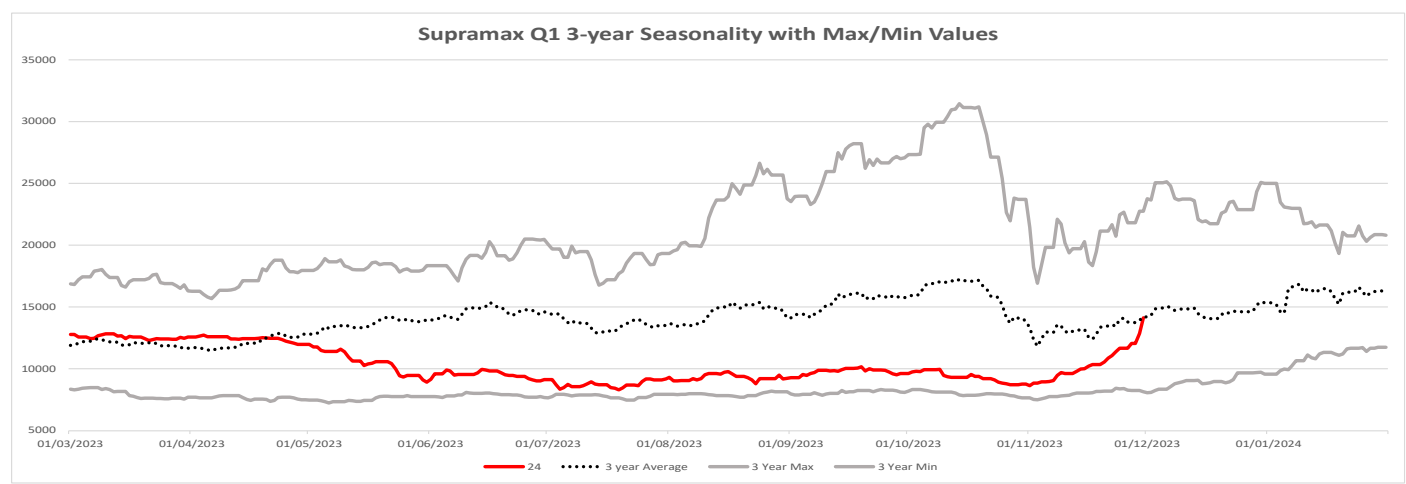


Support		Resistance		Current Price	Bull	Bear
S1	13,122	R1	14,349	14,125	RSI above 50	Stochastic overbought
S2	12,812	R2	15,125			
S3	12,392	R3	16,103			

Source Bloomberg

## Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (85)
- Stochastic is overbought
- Technically bullish last week, the MA on the RSI continued to suggest that momentum was supported, warning that the Fibonacci support zone should in theory hold if tested. Intraday momentum indicators also suggest that downside moves looked like they will be countertrend. A close below the low of the last dominant bull candle (USD 10,550), would warn that the futures could be about to enter a corrective phase. Likewise, if we maintained the USD 11,150 high today (22/11), and closed below the low of today's candle tomorrow, it will also warn that the USD 10,550 level could come under pressure. The futures failed to produce a bearish close with the futures continuing to move higher. Price is above all key moving averages with the RSI above 50.
- Downside moves that hold at or above USD 12,392 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA continues to imply that momentum is supported, whilst the RSI is making new highs, suggesting downside moves should be considered as countertrend at this point. The Intraday Elliott wave cycle also supports corrective moves lower as being against the trend. If we have our Fibonacci extension in the right place (the intraday technical is not the cleanest, so there is a level of uncertainty due to the wave 3 extension, it could be a case of the Fibonacci levels are being run too high), then we have the potential to trade above USD 15,125 within this phase of the cycle. If it is in the wrong place, then not only is our upside target for this phase of the cycle to high, so is our key support.



# Supramax Cal 24



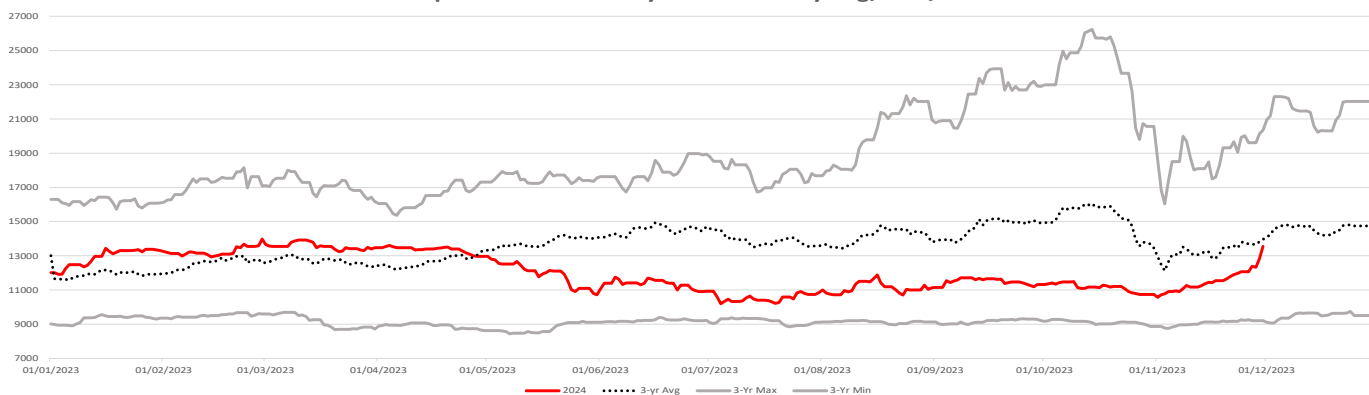
	Support	Resistance	Current Price	Bull	Bear
S1	12,965	R1	13,475	RSI above 50	Stochastic overbought
S2	12,777	R2			
S3	12,522	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (78)
- Stochastic is overbought
- Technically bullish last week, the MA on the RSI continued to suggest that momentum was supported. The new high on the RSI alongside the intraday Elliott wave extension, implied that downside moves look like they would be counter-trend. We noted that price is around 5.5% above the 21-period EMA, indicating the futures were starting to look over-extended to the upside a little. The futures continued to move higher with price mean reverting to the 8 period EMA briefly on the 22/11. Price remains above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 12,522 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI continues to suggest that momentum is supported with the RSI making new highs, implying downside moves look to be countertrend. The intraday Elliott wave cycle supports this. We have a potential to trade above USD 13,979 within this phase of the cycle; however, like the Q1, this is dependant on the Fibonacci levels not being too high. Again, if they are, then so is our key support. Sorry I cannot be clearer on this.

## Supramax Calendar 3-year Seasonality Avg/Max/Min



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