



# Supramax Technical Report

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## Index

Unchanged on the index this week, we remain bullish but in a corrective phase with price remaining above key support levels. Momentum indicators are showing signs of weakness; however, if momentum based on price becomes aligned to the buyside, then we could see resistance levels come under pressure.

## Jan 24

Technically bearish, the RSI is above its average, but the MA is warning that momentum is weak, suggesting resistance levels should hold if tested. This would also imply that support levels remain vulnerable. If we do see a move above the USD 16,255 level, then the probability of the futures trading to a new low will start to decrease. We highlight this as there are some warnings of support further down the curve, whilst the index remains above key support levels.

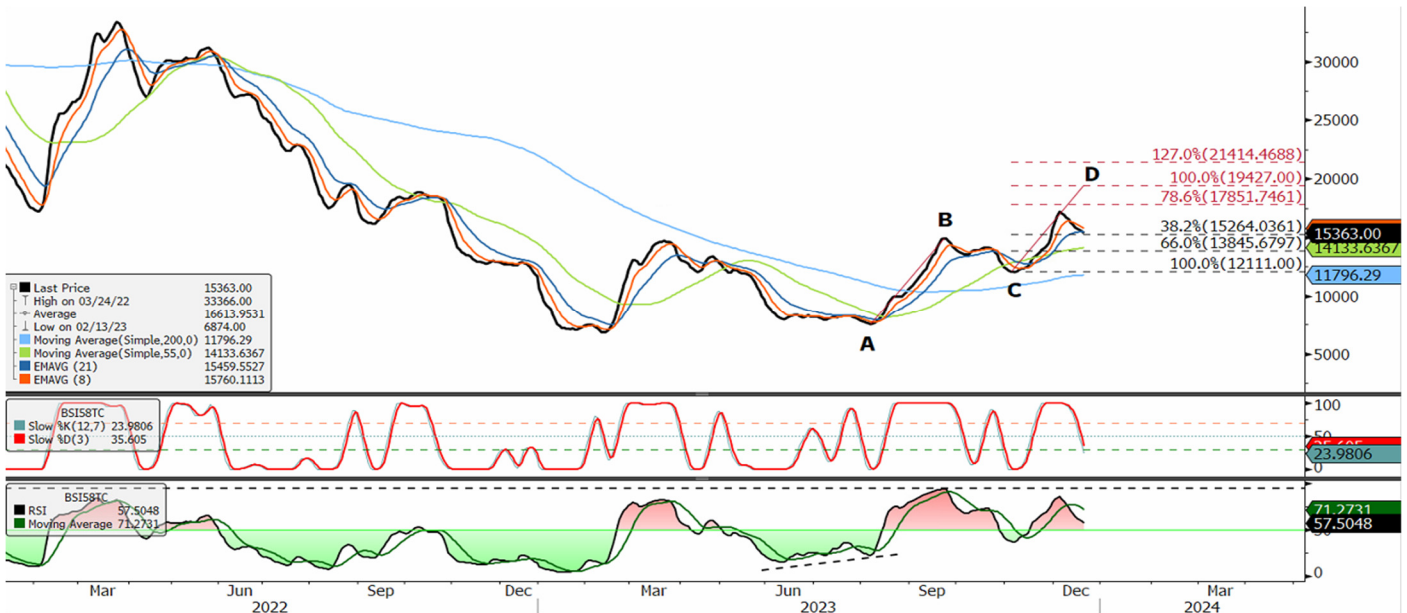
## Q2 24

We didn't get the three-wave corrective phase that we were looking for last week. The futures traded up to but not above the USD 14,875 high before moving lower on the 19/12, we remain above key support levels with the technical in bull territory. Momentum is conflicting as the MA on the RSI is warning of momentum weakness, but the RSI is above its MA which is currently acting as a support, suggesting we are still vulnerable to a move higher. Downside moves that hold at or above the USD 12,812 level would imply momentum based on price is supported, indicating we could see another move higher. However, if this level is broken, then the probability of the futures trading to a new high will start to decrease.

## Cal 24

Like the Q2 we did not get the corrective third wave last week, the futures traded above our key resistance level, meaning we are back in bullish territory. Intraday Elliott wave analysis is warning that the USD 14,050 fractal high is vulnerable; however, a new high will create a negative divergence with the RSI on the daily chart. Not a sell signal, it is a warning that we could see a momentum slowdown and will need to be monitored. Key support to follow is at USD 12,482; if the current correct move holds above this level, it would suggest we trade to a new high, if broken the probability of a new high being achieved will start to decrease.

# Supramax Index



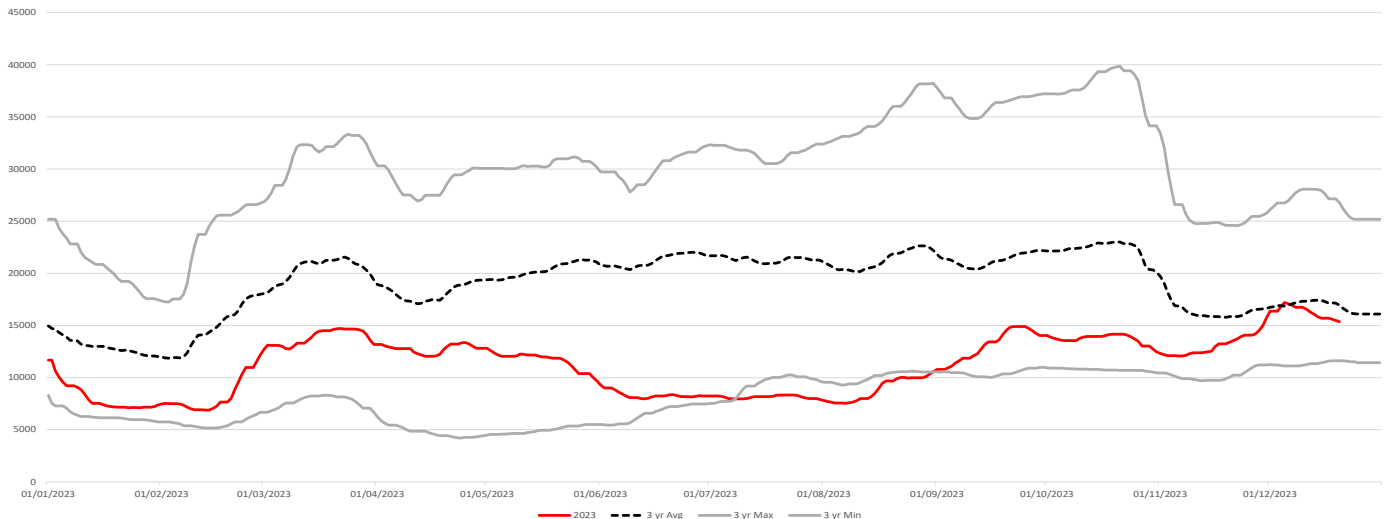
	Support	Resistance	Current Price	Bull	Bear
S1	15,264	R1	17,851	RSI above 50	
S2	13,854	R2	19,427		
S3	12,111	R3	21,414		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Technically bullish last week, the index was moving lower on the back of a negative divergence, which warned of a momentum slowdown, making USD 13,845 the key support to follow. A move below this level would be considered as deep into the last bull wave, meaning that the probability of the index trading to a new high would start to decrease. If momentum based on price became aligned to the buy side, then we could see resistance levels come under pressure. The A-B=C-D pattern warned that we had the potential to trade as high as USD 19,427; however, the divergence would need to be monitored on upside moves going forward. We remain in a corrective phase with price now below the 8-21 period EMA's, the RSI remains above 50.
- Momentum based on price is aligned to the sell side, a close above USD 15,696 will mean it is aligned to the buy side. Downside moves that hold at or above USD 13,845 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical this week, we remain bullish but in a corrective phase with price above key support levels. The MA on the RSI has turned lower, implying that momentum is weak at this point. However, like last week, if momentum based on price becomes aligned to the buy side, we could see resistance levels come under pressure.

Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax Jan 24



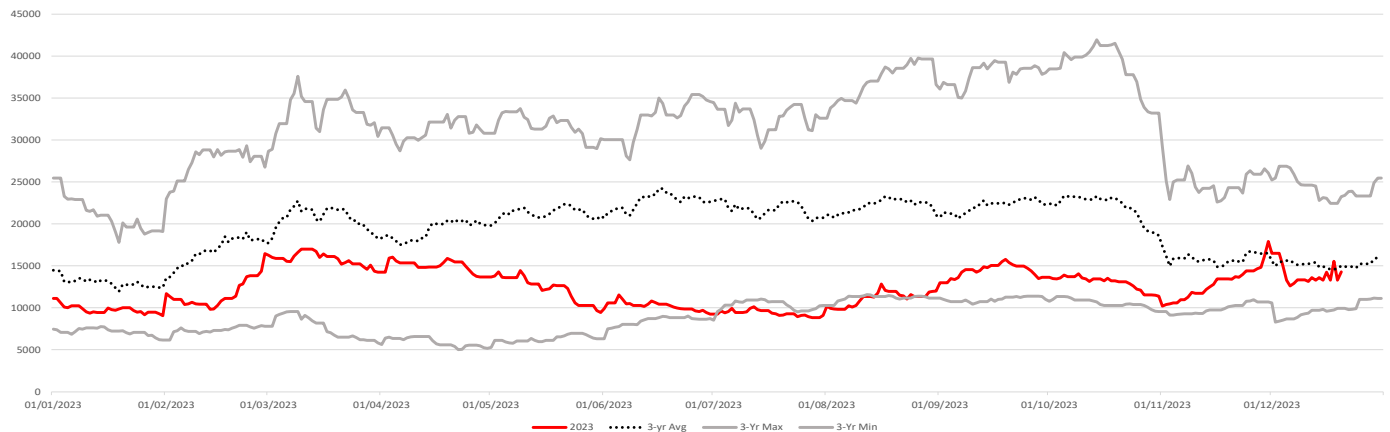
	Support	Resistance	Current Price	Bull	Bear
S1	12,828	R1	14,275	RSI above 50	
S2	11,817	R2			
S3	10,100	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is below 50
- Technically bearish last week, having previously found value on the mean reversion back to the averages, the futures were holding above the 200-period MA, which was acting as support. However, the reason we were consolidating was because the futures were finding resistance on the intraday 4-hour 200-period EMA. The MA on the RSI continued to warn of momentum weakness, whilst the intraday RSI had previously broken support to make a new low, warning upside resistance levels could hold if tested. The move on the intraday futures above the 200-period average warned that resistance levels could be tested, resulting in price trading to a high of USD 15,600. We had seen a gap higher in the futures on the Red Sea tensions; however, price has rejected the Fibonacci resistance zone at USD 15,375, resulting in a strong move lower on the 19/12.
- Upside moves that hold at or below 16,255 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the rejection of the upside resistance is warning that support levels could come under pressure. The RSI has moved above its MA, but the MA itself continues to point in a downward trajectory, implying that momentum remains weak at this point. This would suggest that resistance levels should hold if tested and support levels remain vulnerable.

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



# Supramax Q2 24

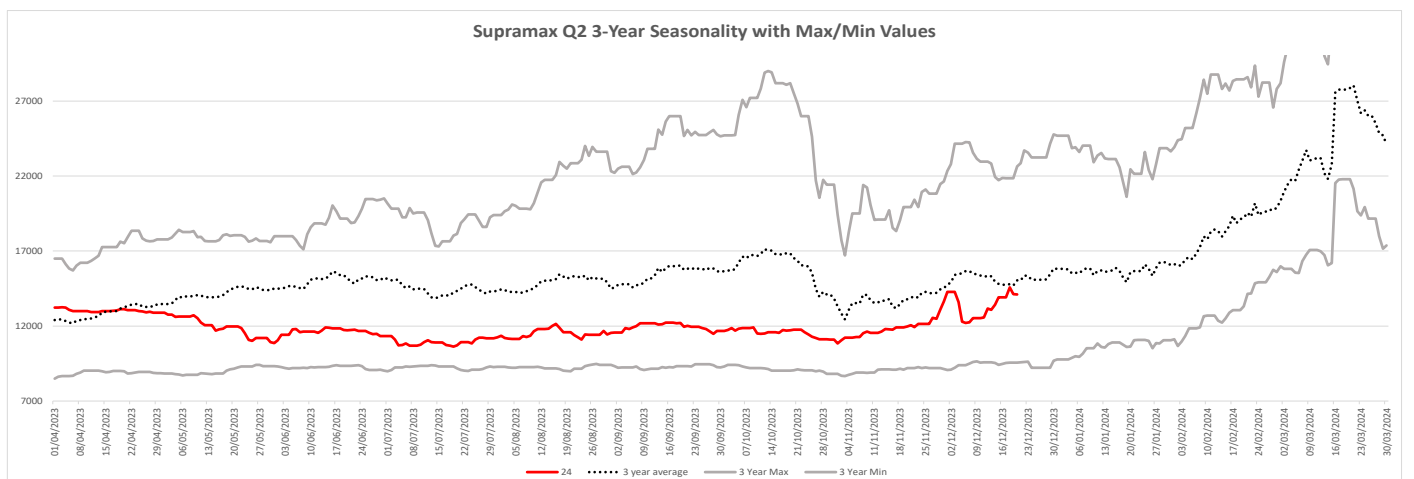


	Support	Resistance	Current Price	Bull	Bear
S1	13,681	R1	14,875	RSI above 50	Stochastic overbought
S2	13,312	R2	15,825		
S3	12,812	R3	16,925		

Source Bloomberg

## Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (61)
- Stochastic is overbought
- Technically bullish with a neutral bias last week, the MA on the RSI was flat to bearish, warning it could act as resistance. The previous downside move had resulted in the intraday RSI breaking support to trade to new lows, this warned that intraday momentum was weak, implying that resistance levels should hold if tested. If we did see a move above USD 13,812 then the probability of the futures trading back to a new low would start to decrease. We also noted that there were only two waves in the current corrective phase, one down and one up, warning we should in theory see another move to the downside, as corrective patterns often consisted of three waves. Countering this is the 3-year seasonality chart which was neutral to bullish for this time of year. The futures traded up to but not above the USD 14,875 high before entering a corrective phase on the 19/12, meaning the futures are back in bullish territory. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 12,812 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish based on the move above the USD 13,812 resistance. We have a momentum conflict, as the MA on the RSI is warning of weakness; however, the RSI is above the average which looks like it could be acting as a support, warning that we could see a move higher. Corrective moves lower that hold at or above USD 12,182 will warn that the USD 14,875 fractal resistance could be tested and broken. Likewise, a move below this level will warn that the probability of the futures trading to a new high has started to decrease.



# Supramax Cal 24



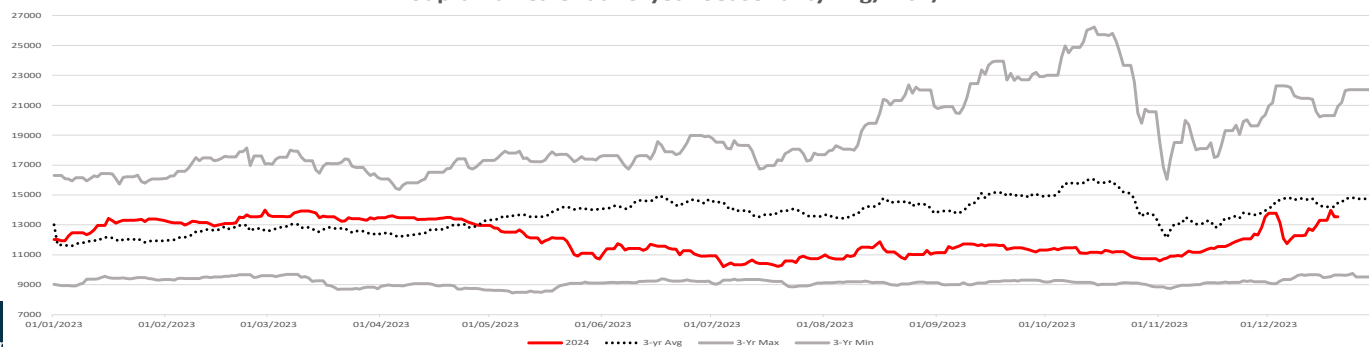
	Support	Resistance	Current Price	Bull	Bear
S1	13,121	R1	13,550	RSI above 50	Stochastic overbought
S2	12,850	R2			
S3	12,482	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Technically bullish but with a neutral bias on the previous report, momentum was conflicting as the MA on the RSI is implying momentum is weak; however, the RSI was above 50 with the stochastic in oversold territory, warning we could see a move higher. Like the Q2, we noted that the current corrective pattern consists of only 2 waves, rather than 3, suggesting upside moves had the potential to be countertrend. A close on the daily candle below USD 12,569 would warn that momentum based on price is starting to weaken, meaning we could see another move lower. We didn't get a bearish close, resulting in the futures trading above USD 13,251, meaning we are back in bullish territory. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 12,482 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the intraday Elliott wave cycle is warning that the USD 14,050 fractal high could be tested and broken. However, a new high will create a negative divergence with the RSI on the daily chart. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown on a new high and will need to be monitored. Key support to follow is at USD 12,482; if the current correct move holds above this level, it would suggest we trade to a new high, if broken, then the probability of a new high being achieved will start to decrease.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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