



# Supramax Technical Report

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## Index

We noted last week that there were warning signs that sell side momentum was starting to slow down, which has been the case. The index is bearish, but momentum based on price is now aligned to the buy side, we are above the weekly pivot level but below the 200-period MA (USD 11,655). A close above the average will warn that resistance levels could come under pressure; likewise, if we reject the average and close below the USD 11,356 level, then momentum based on price will be aligned to the sell side, warning we have the potential for downside continuation.

## Feb 24

Technically bearish last week with price moving higher, momentum was supported suggesting the USD 13,179 resistance could be tested and broken. We have seen a move higher above our key resistance, meaning the probability of the futures trading to a new low has started to decrease. The futures have held above the 200-period MA with price above the weekly pivot point, whilst the MA on the RSI is indicating that momentum remains supported, warning resistance levels could be tested and broken. A close below USD 12,572 will imply that momentum based on price is starting to weaken, whilst a move below that closes below USD 12,441 will suggest that the USD 11,455 support is starting to look vulnerable.

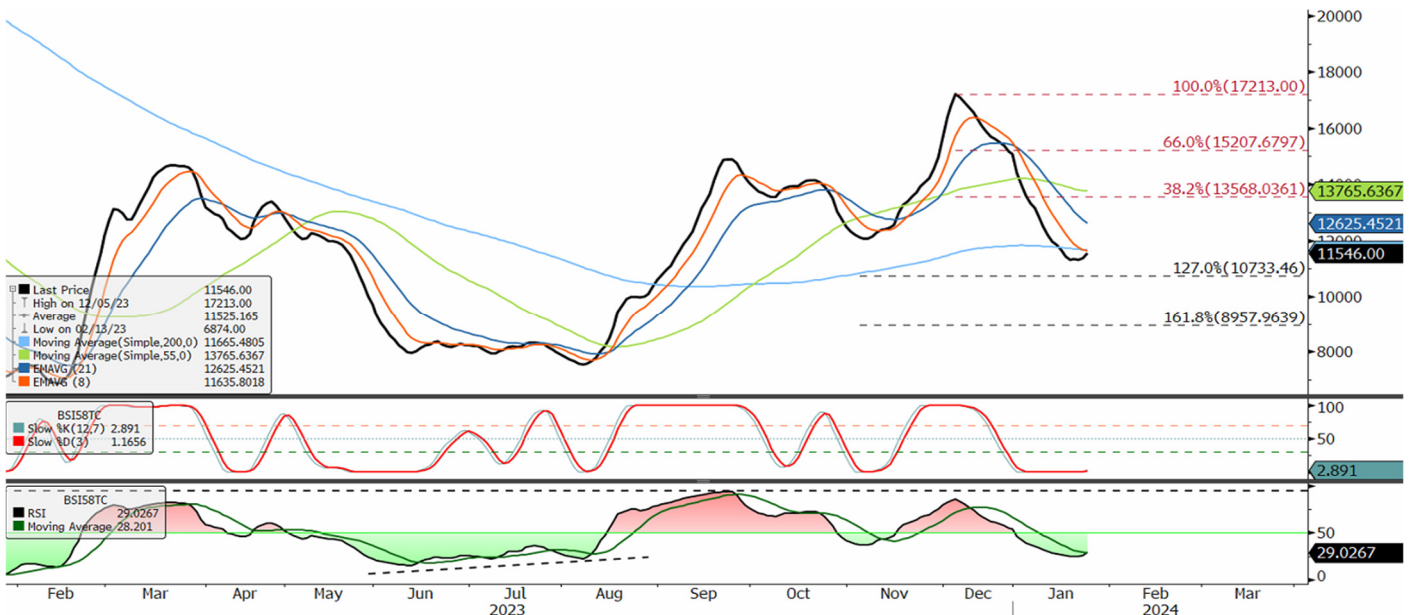
## Q2 24

The futures had held above key support last week, warning that there was potentially a larger bullish Elliott wave cycle in play, whilst the move above USD 14,243 indicated that the probability of the futures trading to a new low had decreased, implying the USD 15,000 fractal resistance could be tested and broken. Having traded to a new high the technical is back in bullish territory, the MA on the RSI is suggesting that momentum is supported. However, the new high means we have a negative divergence in play, this is not a sell signal, it is a warning that we have the potential to see a momentum slowdown which will need to be monitored. Due to the divergence, we are a cautious bull, we have weekly resistance based on recent volatility between USD 15,800 and USD 16,150, with an outside chance we could trade as high as USD 16,500 by the close on Friday.

## Cal 25

There has been little change in the technical since last week, we did see a small pullback before trading back to last weeks levels. The futures remain in divergence with the RSI, implying we could see a momentum slowdown; we maintain our view that we have the potential to trade as high as USD 13,064. However, due to the divergence in play, we continue to have a cautious view.

# Supramax Index



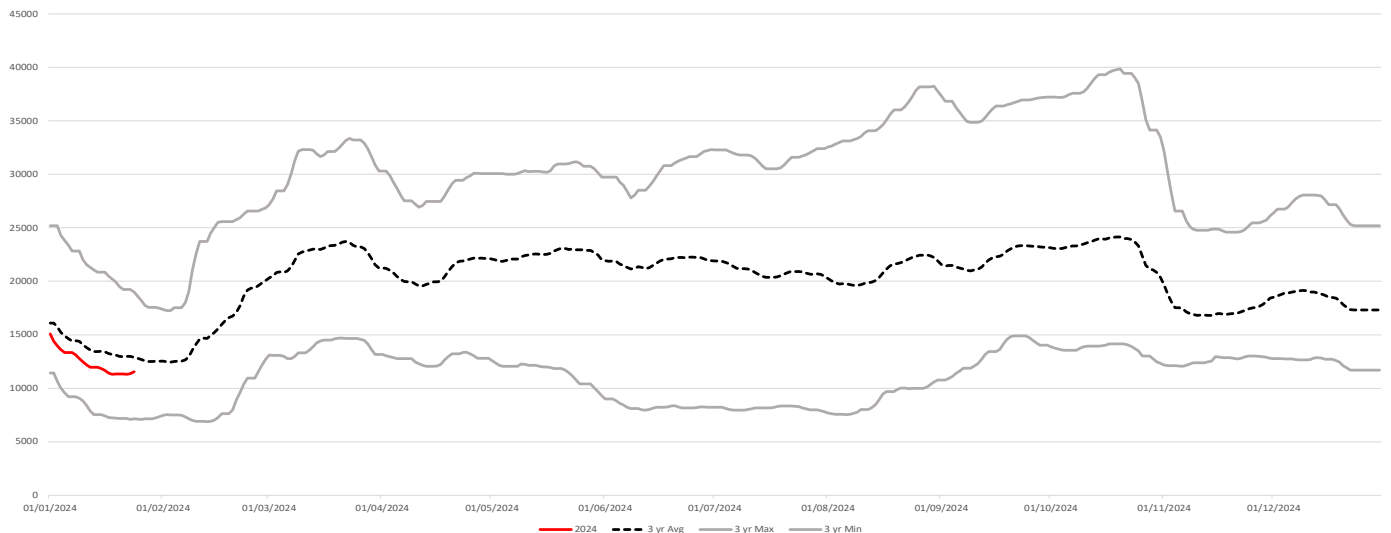
	Support	Resistance	Current Price	Bull	Bear
S1	10,733	R1	13,568	Stochastic oversold	RSI below 50
S2	9,560	R2	15,207		
S3	8,957	R3	17,213		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (29)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI continued to warn that momentum was weak; however, the RSI at 24 was starting to flatten a little, warning momentum was starting to slowdown, this was being replicated by price that was only USD 113 lower on the 18/01. With momentum based on price at USD 11,779 and the 200-period MA at USD 11,707, and the next week's pivot point looking like it could be around USD 11,619, there was a tight range forming. If broken it would warn that resistance levels could come under pressure. We were a cautious bear as momentum was slowing down. Sell side momentum has slowed down with price now turning higher. We remain below the 8-21 period EMA's with the RSI below 50.
- Momentum based on price is now aligned to the buy side, a close below USD 11,356 will mean it is aligned to the sell side. Upside moves that fail at or below USD 15,207 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, momentum based on price is now aligned to the buy side with the index above the weekly pivot level (USD 11,499), if we close above the 200-period MA (USD 11,665) then resistance levels will start to look vulnerable. The MA on the RSI is starting to flatten, supporting the slowdown in downside momentum. If we reject the 200-period average and close below USD 11,356, then the technical will be warning of downside continuation.

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



# Supramax Feb 24



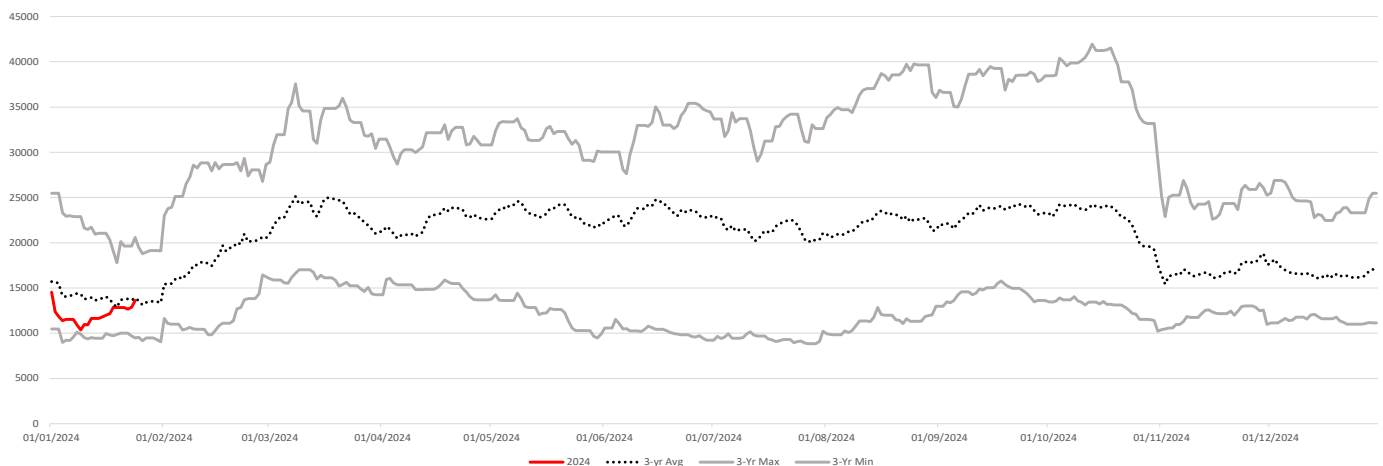
	Support	Resistance	Current Price	Bull	Bear
S1	12,379	R1	13,625	RSI above 50	Stochastic overbought
S2	11,987	R2			
S3	11,455	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (54)
- Stochastic is overbought
- We remained below key resistance levels last week, meaning we were technically still considered as bearish. However, the RSI had crossed its MA with intraday momentum supported. The Panamax had already broken key resistance, implying the USD 13,179 level could be tested and broken. If it was, then the probability of the futures trading to a new low would start to decrease. Resistance levels were vulnerable, whilst the intraday technical warned that support levels could hold if tested. We had a small downside move that held support with price moving above key resistance today (24/01), the probability of the index trading to a new low has now started to decrease.
- Downside moves that hold at or above 11,455 will support a near term bull argument, below this level the USD 10,325 fractal low will start to look vulnerable.
- The futures have held above the daily 200-period MA and the weekly pivot point (USD 12,441) with price breaking to the upside. The MA on the RSI is indicating that momentum is supported, warning that resistance levels could be tested and broken. A close below USD 12,752 will imply that momentum based on price is weakening, whilst a close below USD 12,441 will warn that the USD 11,455 support is starting to look vulnerable.

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



# Supramax Q2 24

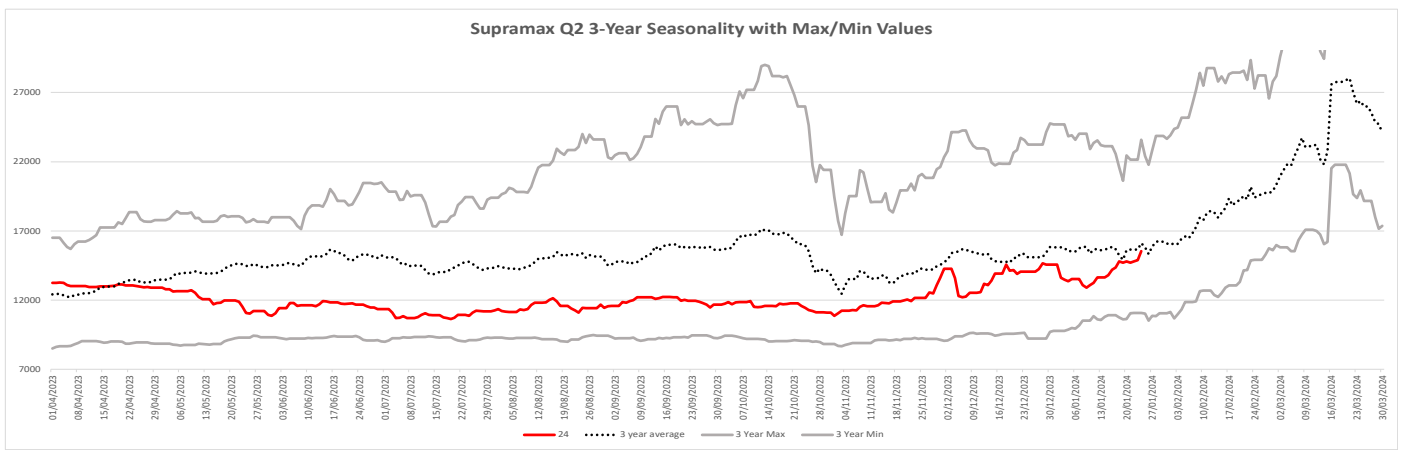


Support	Resistance	Current Price	Bull	Bear
S1	R1	15,550	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

## Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is above 50 (65)
- Stochastic is overbought
- The corrective move lower held above the USD 12,228 support on the previous week, warning that there was potential-ly a larger, bullish Elliott wave cycle in play. The upside move above USD 14,243 meant that the probability of the fu-tures trading to a new low had decreased, whilst the MA on the intraday RSI suggested that momentum was support-ed, implying the USD 15,000 resistance would be tested and broken. Above USD 15,000 the daily technical would be in divergence; however, the intraday RSI was making new highs, suggesting support levels would hold in the near-term, indicating there will be further upside within this phase of the cycle. Further resistance and near-term upside target was at USD 15,825. We continued to move higher, resulting in in the USD 15,000 fractal high being tested and broken. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 13,735 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying that momentum is supported with the futures trading to new highs. However, we now have a negative divergence in play with the RSI. Not a sell signal it is a warning that we have the po-tential to see a momentum slowdown, which will need to be monitored. A close below USD 15,053 on the intraday 4-hour candle will warn that buyside momentum is potentially turning lower, whilst a close on the daily candle below USD 14,750 will confirm that momentum based on price has turned, warning support levels could come under pres-sure. A cautious bull with near-term weekly resistance based on recent volatility between USD 15,800 – USD 16,150, with an outside chance we could trade as high as USD 16,500 by the close on Friday.



# Supramax Cal 25



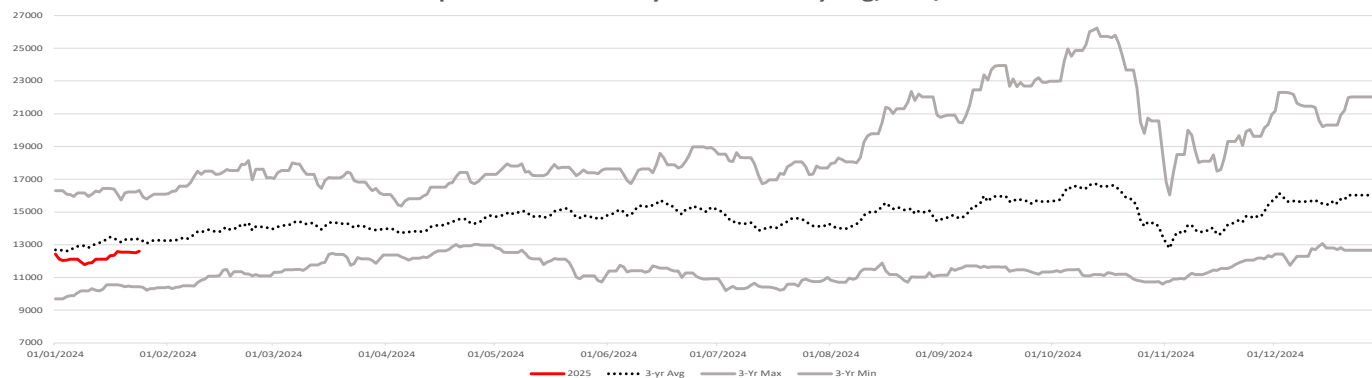
	Support	Resistance	Current Price	Bull	Bear
S1	12,276	R1	12,775	RSI above 50	Stochastic overbought
S2	12,137	R2	13,064		
S3	11,949	R3	13,475		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Technically bullish last week, the intraday MA on the RSI indicated that momentum was supported; however, the new high meant the daily RSI was in divergence. Not a sell signal it warned that we had the potential to see a momentum slowdown which needed to be monitored. Elliott wave analysis suggested that we had the potential to trade as high as USD 13,064 for this phase of the cycle. We noted that it looked like we may still be on an extended Elliott wave 3, so we adjusted the cycle, as the pullback looked to have stayed within the parameters of the wave 3 and not a wave 4 on the higher timeframe. The futures did see a small pullback before moving back up to last week's levels, we remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 11,949 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are consolidating whilst in divergence with the RSI, implying we are seeing a momentum slowdown. We still have the potential to trade as high as USD 13,064 based on Fibonacci projection levels; however, due to the divergence, we are now a cautious bull.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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