



Supramax Technical Report

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Index

The technical remains bearish but price action is bullish, warning that the USD 15,207 resistance could be tested and broken. The MA on the RSI is now starting to flatten, indicated buy-side momentum is slowing down whilst the seasonality footprint is due to turn lower, suggesting caution on upside moves. A close below the weekly pivot level (USD 14,492) will warn that sell-side pressure is increasing.

April 24

Having breached the USD 16,692 resistance on Monday, the futures are now moving lower with price back in bearish territory. Due to the move below the USD 15,596 support the probability of the futures trading to a new high has started to decrease. Technically bullish but with a neutral bias, the MA on the RSI is now warning of momentum weakness whilst price is below the weekly pivot level, implying that the technical is weakening. If we do close back above the weekly pivot it will indicate buy-side support in the market; however, due to the softening momentum we are cautious on upside moves at this point, as support levels are starting to look vulnerable.

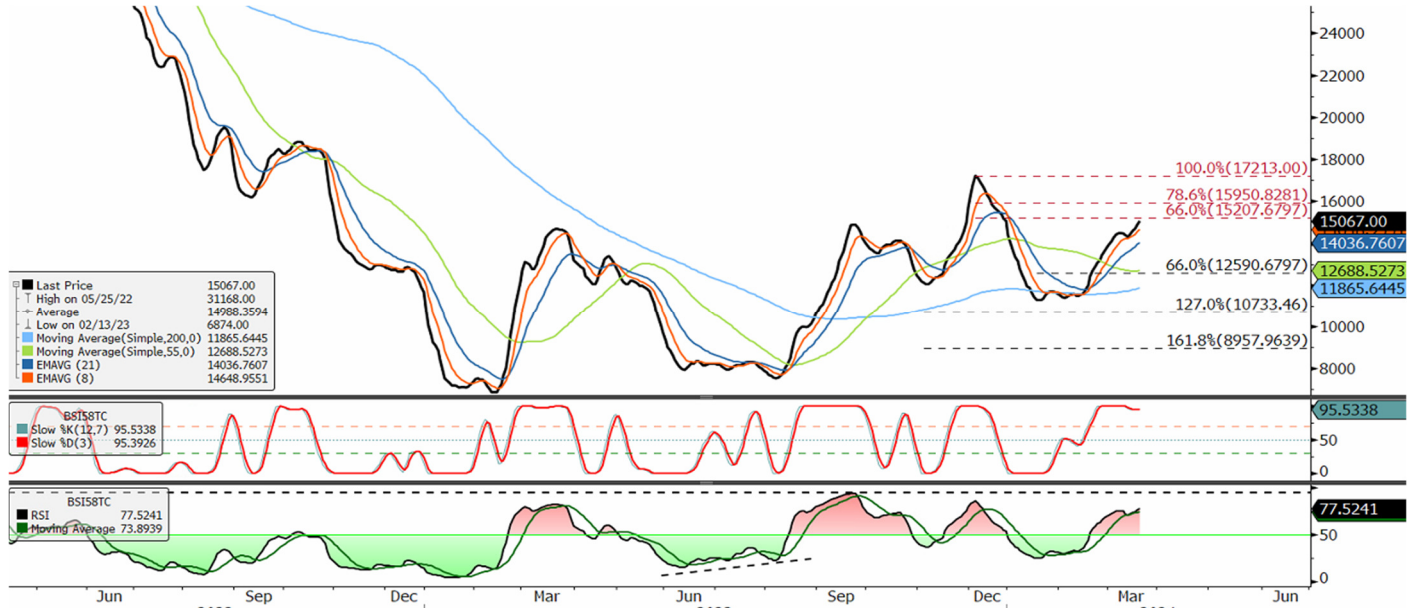
Q2 24

The futures did breach the USD 16,395 resistance earlier in the week: however, the intraday move higher failed to hold, resulting in a bearish rejection candle and a move lower. Key support to follow is at USD 15,100, as this is the low of last week's bullish rejection candle. If broken it will warn that the USD 14,228 support could come under pressure, below this level it would suggest that we are entering a higher timeframe wave 4. Likewise, the USD 15,100 level holds we will remain vulnerable to a move higher. Price is currently below the weekly pivot level with the MA on the RSI warning that momentum is weak, suggesting support levels are vulnerable. USD 15,100 is the key support to follow.

Cal 25

In hindsight, the Cal 24 was the lead indicator last week, as the technical had already entered a corrective Elliott wave 4 (countertrend move). The futures are moving lower with price below the weekly pivot level, the MA on the RSI is implying that momentum remains weak, suggesting support levels are vulnerable at this point.

Supramax Index



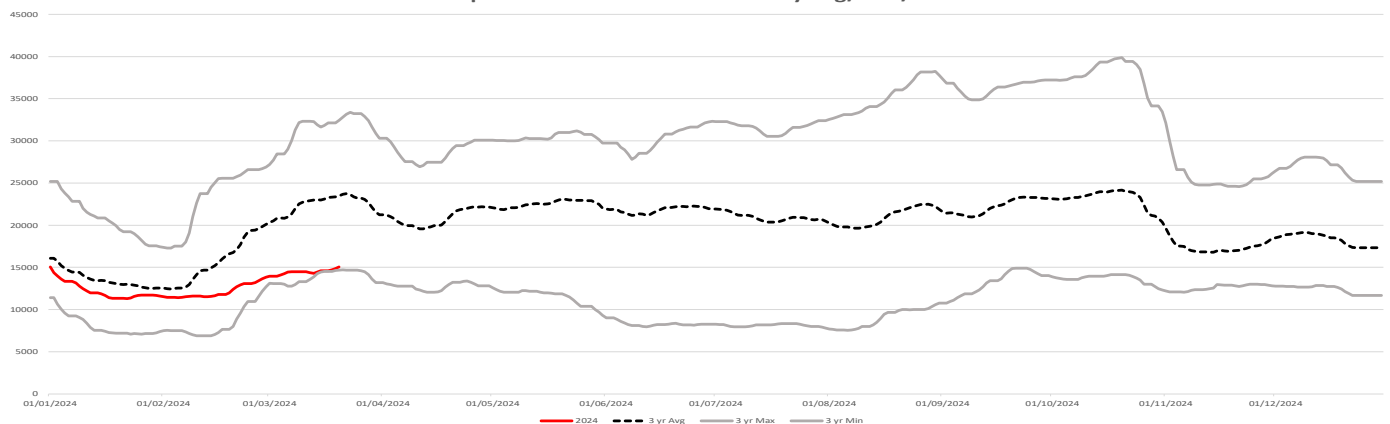
	Support	Resistance	Current Price	Bull	Bear
S1	14,492	R1	15,207	RSI above 50	Stochastic overbought
S2	12,590	R2	15,067		
S3	11,301	R3	17,213		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (77)
- Stochastic is overbought
- Technically bearish last week, the index was starting to turn lower with price below the weekly pivot level (USD 14,361), meaning we had a small resistance zone between USD 14,361 – USD 14,435. A close above this level would warn that the USD 15,207 level could come under pressure. If broken, then the probability of the index trading to a new low would start to decrease. The RSI was testing its moving average; however, the MA implied that momentum remained supported. If the RSI started to close below its average, it would warn that support levels could come under pressure. We are at a bit on an inflection point here, as price is weakening but we need to see momentum go with it, otherwise the resistance zone could come under pressure. The RSI held its average resulting in the resistance zone being broken, we are now approaching but remain below the USD 15,207 level. Price is above all key moving averages with the RSI above 50.
- Momentum based on price is aligned to the buy side, a close below USD 14,648 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. Likewise, downside moves that hold at or above USD 12,590 will support a near-term bull argument, if broken the USD 11,411 – USD 13,301 fractal support zone will start to look vulnerable.
- The technical is bearish, but price action is bullish, implying that USD 15,207 resistance remain vulnerable. However, we have been following the seasonality footprint (in terms of shape not price) which is warning that we could be about to see a turn lower, suggesting caution on upside moves at this point. The MA on the RSI is now starting to flatten, warning buy side momentum is slowing down. If we close below weekly pivot level (USD 14,492) then it will warn that sell side pressure is increasing. A cautious bull due to the slowing momentum and seasonality footprint.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax April 24



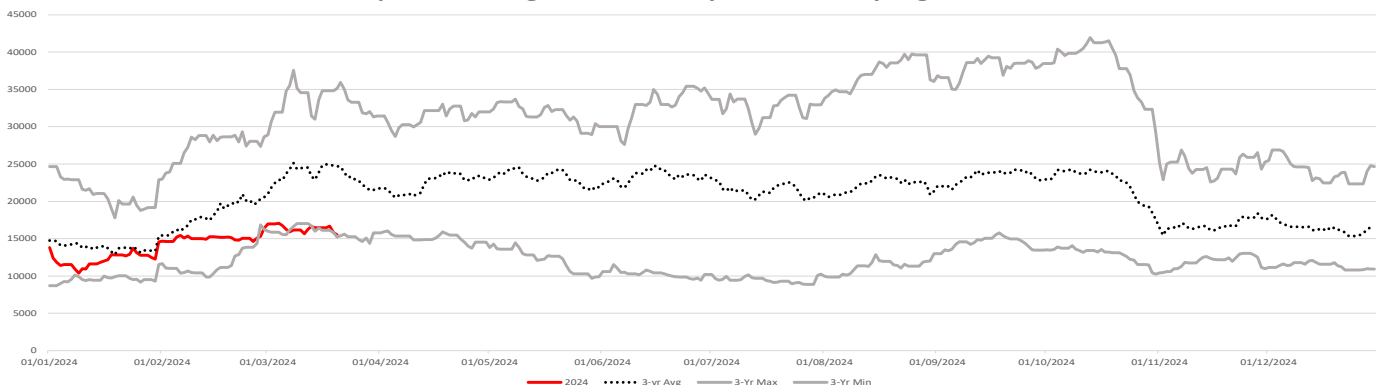
	Support	Resistance	Current Price	Bull	Bear
S1	15,232	R1	15,462.5	RSI above 50	
S2	14,615	R2			
S3	13,858	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is below 50
- Technically bullish but with a neutral bias last week, the intraday futures were holding above the 55-period EMA with price above the weekly pivot (USD 16,533). If the futures closed above the USD 16,533 level, it would indicate buy-side support in the market, suggesting the USD 16,692 resistance will be tested and broken. Failure to do so will warn that the futures could still be vulnerable to a move lower. Our Elliott wave analysis had downside moves as countertrend, the deep pullback was bringing this into question, meaning we needed to break the USD 16,692 level for the bull cycle to be back in play. The futures did close above the weekly pivot level and breach the USD 16,692 resistance; however, the move has failed to hold resulting in the USD 15,596 support being broken. Price is now below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 16,692 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory, leaving the USD 17,500 fractal high vulnerable. Note: this resistance is back in play due to the futures breaking the USD 15,596 support.
- The technical is bullish but with a neutral bias, the probability of the futures trading to a new high has started to decrease. The MA on the RSI is warning that momentum is weak, whilst price is below the weekly pivot level (USD 16,083), implying sell-side pressure is increasing. If we do close back above the weekly pivot level it will warn of buy-side support in the market; however, due to the softening momentum we are now cautious on upside moves, as support levels are looking vulnerable.

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



Supramax Q2 24

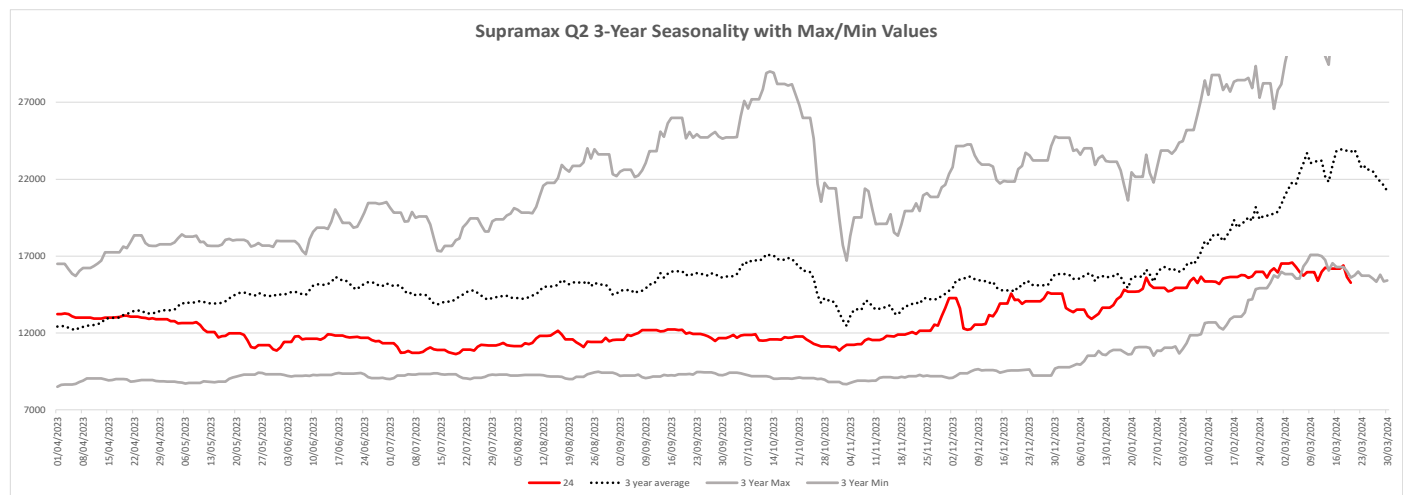


Support	Resistance	Current Price	Bull	Bear
S1	R1	15,137.5		RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is below 50
- Technically bullish last week with price holding above key support levels, warning that resistance levels were vulnerable. However, the futures were at an inflection point, as the weekly pivot level was at USD 16,208 with key resistance at USD 16,395; if we rejected this small resistance zone, then support levels could come under pressure again. Likewise, a close above the weekly pivot level, or a breach in the USD 16,395 resistance, would suggest that the USD 17,050 fractal high could be tested and broken. We had a marginal close above the weekly pivot on Thursday but by only USD 17, so the close was not what you would call clean. We opened the week above the new pivot point (USD 15,850) with price breaching the resistance on the intraday; however, the intraday move failed to hold resulting in a small rejection candle that has been followed by a move lower. Price is below the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 14,228 will support a bull argument, below this level the technical will have a neutral bias.
- The futures are bullish but remain in a corrective phase with price testing the USD 15,100 fractal support. This is the base of last weeks bullish rejection candle, if broken it will warn that the USD 14,228 support could come under pressure. If this level is broken, then it will suggest that we could be entering a higher timeframe wave 4. Likewise, if the USD 15,100 level holds then we could still see another move higher. The wave cycle is now becoming less clear as we will soon be pricing in April. Outside of the Elliott wave, price is below the weekly pivot level with the MA on the RSI, implying momentum weakness, making USD 15,100 a key level as support levels are looking vulnerable.



Supramax Cal 25



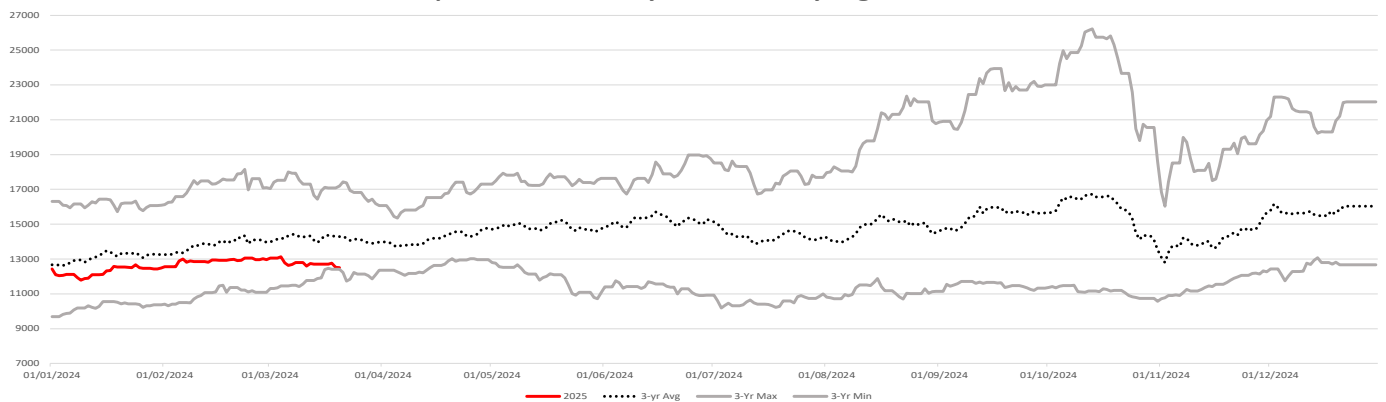
	Support	Resistance	Current Price	Bull	Bear
S1	12,239	R1	13,019	Stochastic oversold	
S2	11,912	R2	13,300		
S3	11,468	R3	13,475		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Technically bullish on the last report with the futures above the Fibonacci support, the MA on the RSI warned of momentum weakness, whilst price was below the weekly pivot level (USD 12,866). We noted previously that we thought we could be entering into a higher timeframe corrective wave 4 (Elliott) but needed to see our oscillator cross. They had crossed; warning support levels were starting to look vulnerable. The futures had a small test to the upside before selling lower. Price is below all key moving averages with the RSI below 50.
- Downside moves that hold at or above USD 11,468 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 13,019 will leave the futures vulnerable to further tests to the downside.
- The futures are in a higher timeframe corrective wave 4, meaning support levels are vulnerable. The MA on the RSI is warning that momentum remains weak whilst price is below the weekly pivot level (USD 12,691), implying technical weakness.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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