



# Supramax Technical Report

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## Index

Technically bearish with a neutral bias due to the strength of the upside move. Momentum based on price has turned to the buy side, warning that the USD 16,441 high could be tested and broken. However, above this level the index will be in divergence, not a sell signal it is a warning that we could see a momentum slowdown which needs to be monitored, implying caution on upside breakouts.

## June 24

Having traded to a new high the technical is now conflicting, as the RSI has made a new high whilst the stochastic is in divergence. Intraday Elliott wave analysis on the lower timeframe is suggesting that we have the potential for one more test to the upside within this phase of the cycle (30 min candle chart); however, this is countered by a dark cloud cover candle pattern on the daily chart. The conflicting technical means we have a neutral view.

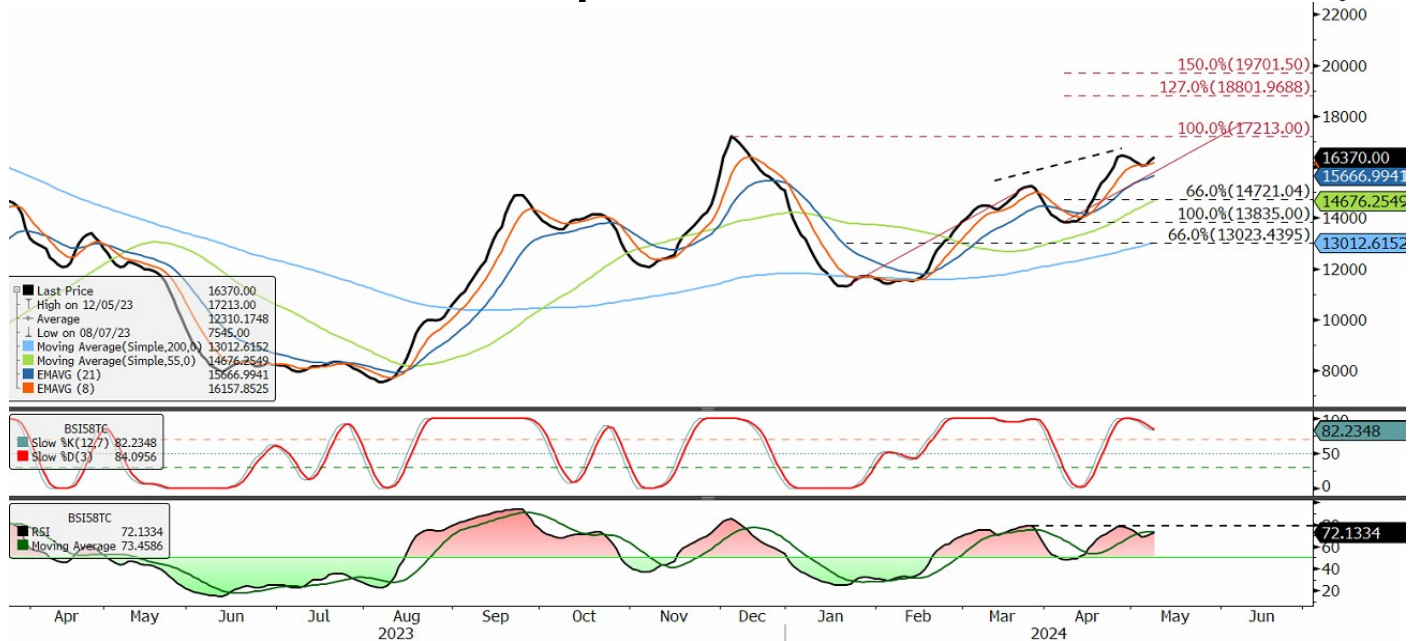
## Q3 24

With downside moves looking like they would be countertrend last week, the futures held Fibonacci support, resulting in price trading up to, but not above the USD 15,875 level. The upside move has not been matched by the RSI, meaning there is a negative divergence in play which needs to be monitored. Having produced a bearish engulfing candle pattern on the 08/05 on the back of the divergence, we are now cautious on upside moves at this point.

## Cal 25

Like the rest of the Supramax complex last week, the futures held support resulting in a move higher. We traded above the high of the consolidation zone (USD 13,200) but failed to trade above the USD 13,300 fractal high. A move lower on the 08/05 means price is back in the consolidation area, the technical is bullish, but price action is neutral. A move below USD 12,850 will imply that sell side pressure is increasing, warning the Fibonacci support zone could come under pressure. Like last week, we maintain a cautious view on upside moves above USD 13,300, as the futures will be in divergence with the RSI.

# Supramax Index



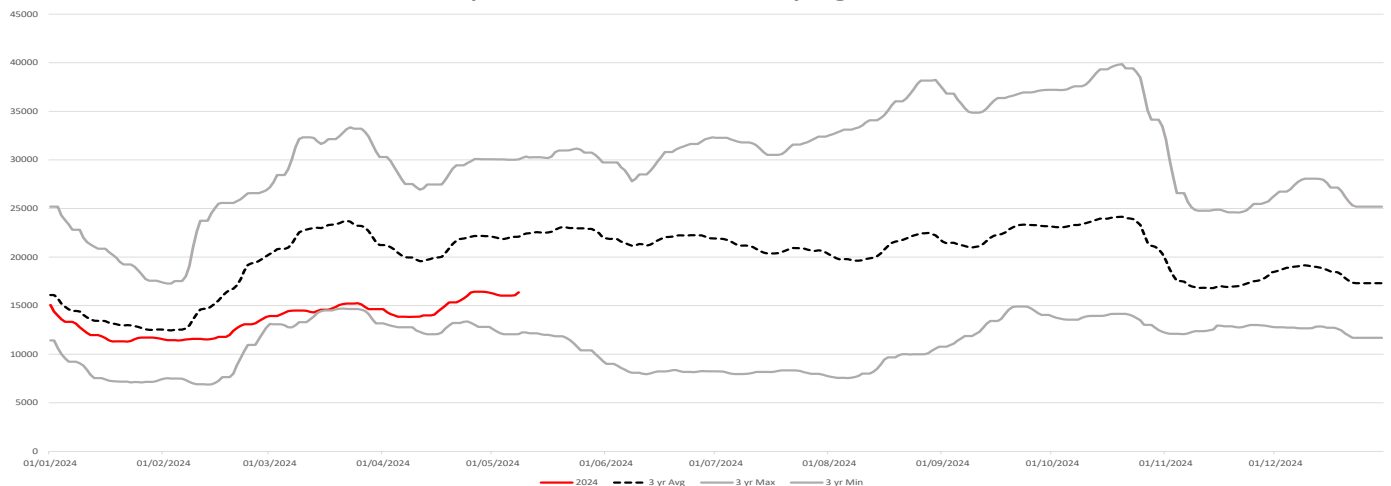
Support	Resistance	Current Price	Bull	Bear
S1	R1	16,370	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (72)
- Stochastic is overbought
- Technically bearish with a neutral bias last week, the MA on the RSI implied that momentum remained supported. Downside moves that closed below the weekly pivot level (USD 16,132) would warn that sell side pressure was increasing, meaning we could see the USD 14,721 support come under pressure. Likewise, if we held support the USD 16,441 resistance would be vulnerable. We were correcting on the back of the negative divergence warning we could move lower in the near-term; however, we had the 55 -period and 200-period EMA's turning higher (USD 14,269 – USD 12,814), implying that the longer-term trend looked like it is turning to the buyside, the depth of the recent upside move supported this.
- The index did close below the weekly pivot level, but the move failed to hold, resulting in price closing back above the current weekly pivot level (USD 16,160) on the 08/05. We are above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 16,126 will mean it is aligned to the sell side. Downside moves that hold at or above USD 14,721 will support a bull argument, if broken the technical will have a neutral bias.
- Technically bearish with a neutral bias. MBP has now turned to the buyside, implying the USD 16,441 resistance will be tested and broken. However, a new high will create a negative divergence with the RSI, not a sell signal it is a warning that we could see a momentum slowdown which will need to be monitored, suggesting caution on upside breakouts.

Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax June 24



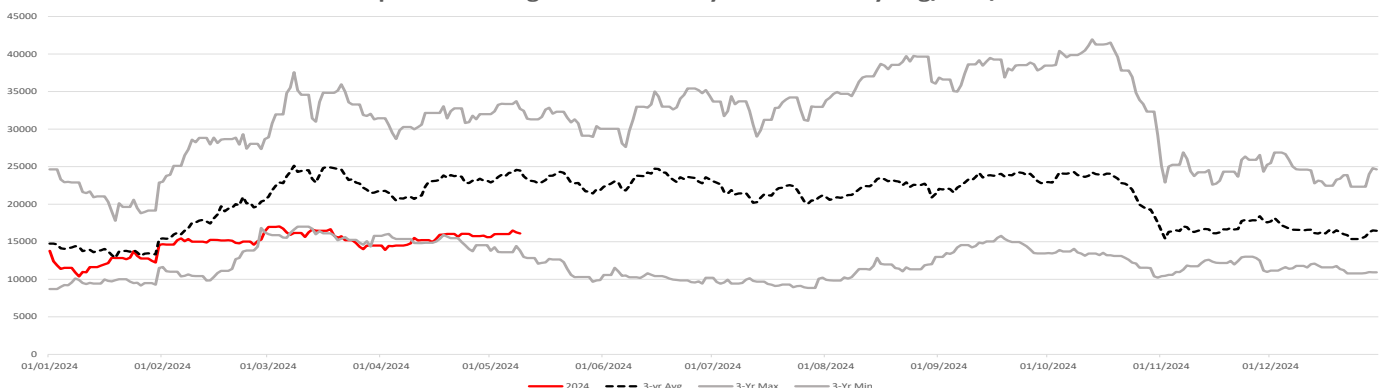
	Support	Resistance	Current Price	Bull	Bear
S1	15,901	R1	16,100	RSI above 50	
S2	15,400	R2			
S3	15,001	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (54)
- Stochastic is above 50
- Technically bullish last week, the break in trend support alongside the rejection candle and the divergence is warning that support levels remain vulnerable. However, the strength of the upside move suggests that downside moves have the potential to be countertrend, making USD 14,761 the key support to follow. If broken, the probability of the futures trading to a new high will start to decrease. We have a small bullish support candle below the trend support, if we trade below its low (USD 15,400) it will warn that the USD 14,761 support could come under pressure.
- The futures failed to trade below the USD 15,400 level, resulting in price trading to new highs. A downside move on the 08/05 has resulted in the futures testing the 8-period EMA; however, the RSI remains above 50.
- Downside moves that hold at or above USD 15,901 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the dark cloud cover candle pattern on the 08/05 is a warning that support levels come under pressure. The RSI has made a new high, but the stochastic has produced a negative divergence, meaning momentum indicators are conflicting at this point. A very low timeframe Elliott wave cycle (30 min candle) is suggesting that we could have one more test to the upside, making USD 15,901 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. We are in bullish territory but have a more neutral view on the technical at these levels, as the darks cloud cover pattern is countering the low timeframe wave cycle whilst the RSI and stochastic are conflicting.

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



# Supramax Q3 24

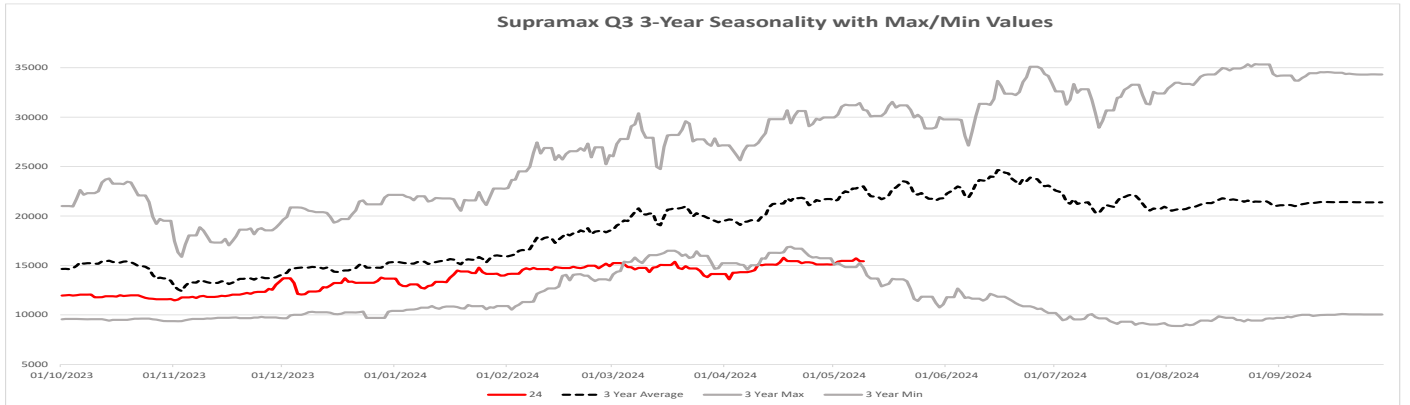


	Support	Resistance	Current Price	Bull	Bear
S1	14,958	R1	15,425	RSI above 50	
S2	14,675	R2			
S3	14,291	R3			

Source Bloomberg

### Synopsis - above

- Price is above the 8-21 period EMA's
- RSI is above 50 (54)
- Stochastic is above 50
- Technically bullish last week the futures remained in a corrective phase, the MA on the RSI was flat, implying momentum was neutral; however, the RSI was above 50 with the stochastic in oversold territory, providing the RSI holds above 50 the futures would be vulnerable to a move higher. The futures were consolidating just below the weekly pivot level (USD 15,208), having held above the USD 14,958 Fibonacci support for the last 3 sessions, suggesting sell side momentum was starting to slow. We maintained our view that downside moves look like they could be countertrend with the futures vulnerable to a move higher providing the RSI held. If it didn't, the oversold stochastic will be considered as less relevant.
- The futures traded higher with price trading up to but not above the USD 15,875 high. However, we now have a bearish engulfing candle in play due to the move lower on the 08/05. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 14,291 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the upside move to a new high has not been matched by the RSI, meaning we have a bearish divergence in play. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown which needs to be monitored. Due to the divergence and the engulfing candle, we are now cautious on upside moves.



# Supramax Cal 25



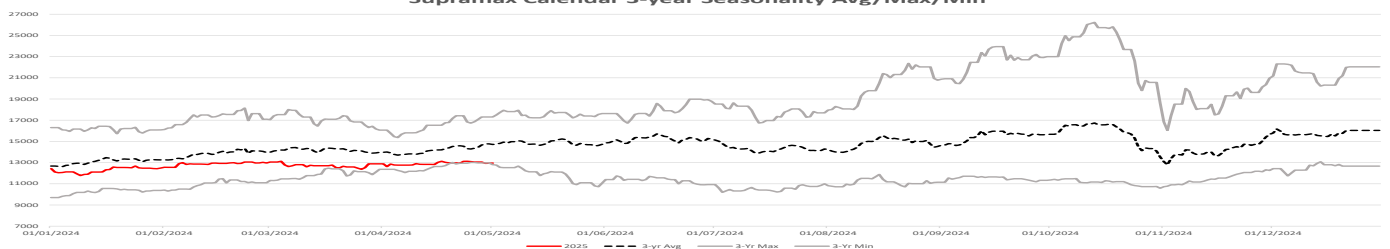
	Support	Resistance	Current Price	Bull	Bear
S1	12,589	R1	13,335	RSI above 50	
S2	12,239	R2	13,662		
S3	11,912	R3	13,989		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (55)
- Stochastic is below 50
- Unchanged in terms of price on the technical last week, the futures had produced a small pullback to its moving averages. The RSI move below its MA warned that we were seeing signs of momentum weakness. We were holding EMA support but failing to close above the weekly pivot level (USD 13,075). If the futures traded below USD 12,589 it would warn that we could be entering a complex corrective phase. Likewise, a close above the weekly pivot level, would warn that the USD 13,300 fractal high could be tested and broken; However, as noted previously, a new high would create a negative divergence with the RSI. We are bullish, but price action has weakened a little, meaning we had a note of caution at this point.
- The futures traded to a low of USD 12,850 before finding light bid support to trade above the high of the consolidation zone (USD 13,200), but not above the USD 13,300 level. A downside move yesterday (08/05) means that we are back in the consolidation zone.
- 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.
- Technically bullish, the futures are back in consolidation zone having failed to trade above the USD 13,300 fractal high, meaning price action is neutral. A downside move that closes below the USD 12,850 level will warn that sell side pressure is increasing, meaning the Fibonacci support zone could come under pressure. We maintain a cautious view above the USD 13,300 level due to the divergence ahead, is it warns that an upside move could struggle to hold.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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