



Supramax Technical Report

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Index

We remain bearish with a neutral bias having failed to trade above the USD 16,441 high last week. Above this level the index will be in divergence with the RSI, not a sell signal it is a warning that we could see a momentum slowdown, implying caution on upside breakouts. Momentum is neutral with the RSI in the process of rejecting its MA, if it does, it would suggest that we move lower, making USD 14,721 the key support to follow. Below this level the probability of the index trading to a new high will start to decrease, whilst below USD 15,835 the technical will be back in bearish territory.

June 24

A conflicting technical last week meant that we had a more neutral bias, despite the futures being in bullish territory. We have sold lower on the dark cloud cover candle pattern resulting in the futures breaking fractal support, meaning the technical is now bearish. The MA on the RSI is implying momentum is weak, whilst the break in RSI support would suggest that upside moves have the potential to be countertrend in the near-term. We highlight key support at USD 14,829, corrective moves lower that hold at or above this level will warn that there is potentially a larger bullish Elliott wave cycle in play. If broken, we target the USD 14,572 and USD 13,947 support levels.

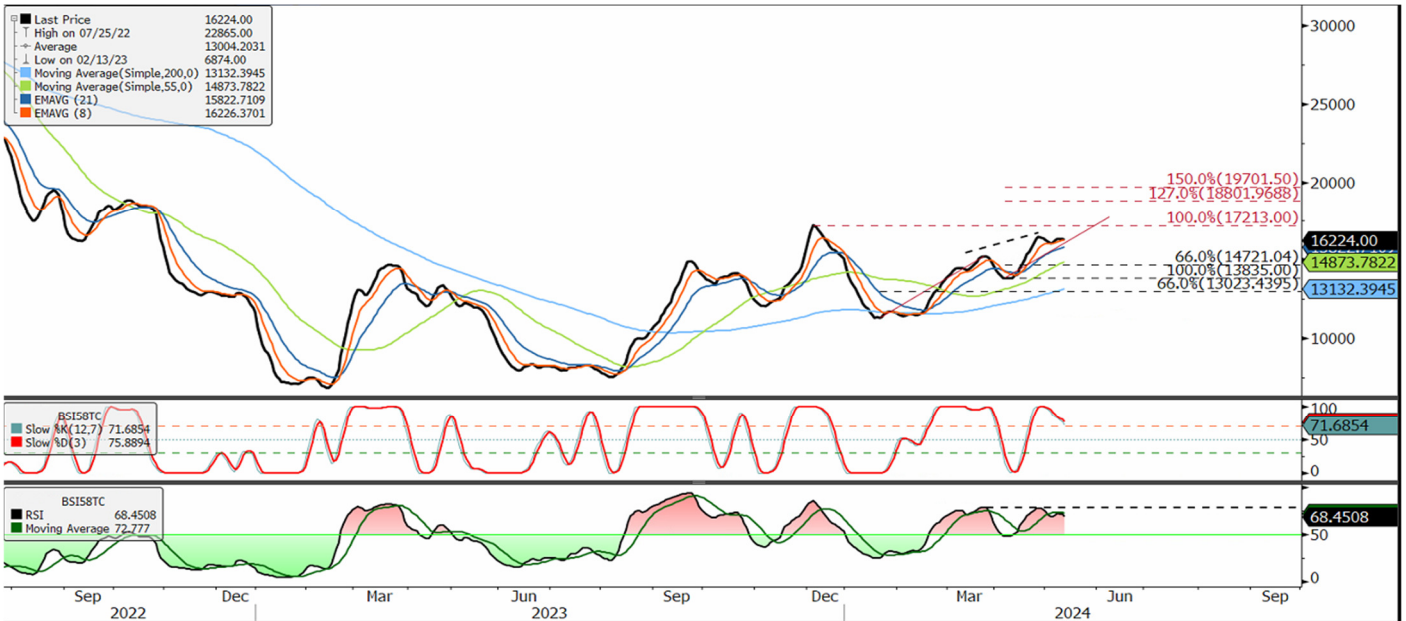
Supramax

We were cautious on upside moves last week due to the bearish engulfing pattern and the negative divergence in play. The futures have seen a small move lower due to the divergence, meaning the RSI is below its MA; however, the average is flat, implying momentum is neutral. A move below USD 14,975 will break near-term fractal support, warning key support at USD 14,291 could be tested and broken. If it is, then the probability of the futures trading to a new high within this phase of the cycle will start to decrease. The technical is bullish, but support levels are looking vulnerable, we maintain a cautious view on upside moves.

Cal 25

We remain bullish but with a neutral view, as the futures remain in the consolidation zone. We have broken trend support, warning that the USD 12,850 level could be tested and broken, a close below this level will warn that the Fibonacci support zone could come under pressure. We remain cautious on upside moves as the futures will be in divergence above USD 13,300, not a sell signal it does warn that we could see a momentum slowdown.

Supramax Index



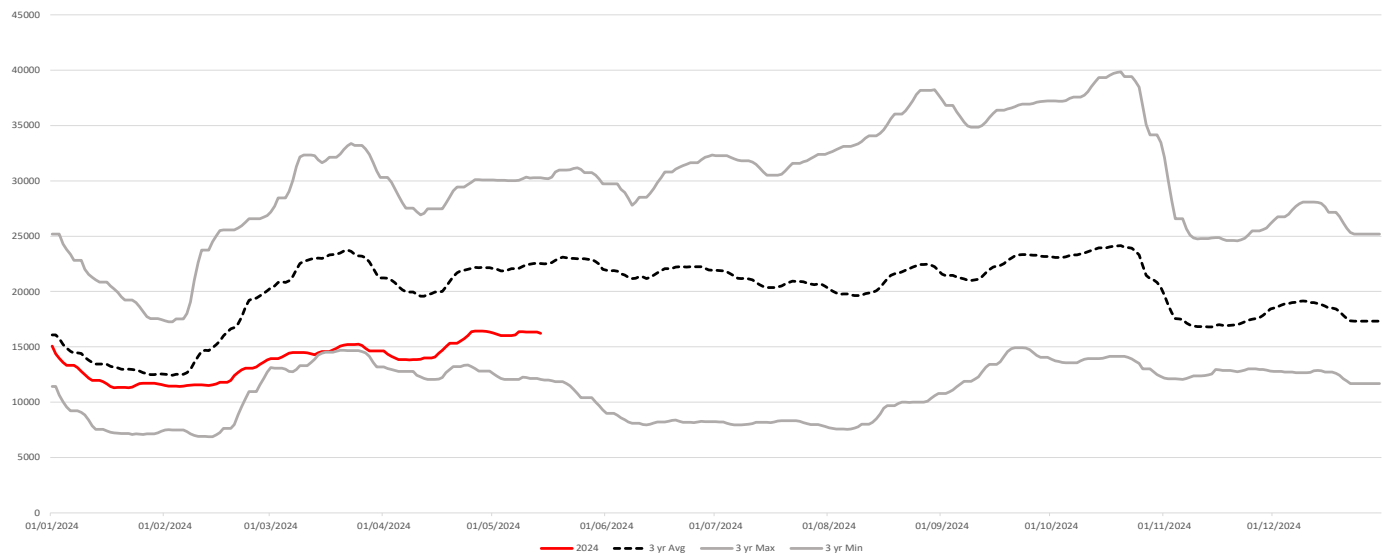
	Support	Resistance	Current Price	Bull	Bear
S1	14,721	R1	17,213	RSI above 50	Stochastic overbought
S2	13,835	R2	18,801		
S3	13,023	R3	19,701		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (68)
- Stochastic is overbought
- Technically bearish with a neutral bias last week. MBP had turned to the buy side, implying the USD 16,441 resistance would be tested and broken. However, a new high would create a negative divergence with the RSI, not a sell signal it warned that we could see a momentum slowdown which needed to be monitored, suggesting caution on upside breakouts.
- The index failed to trade above the USD 16,441 resistance with price now seeing a small move lower. We are above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the sell side, a close below USD 16,312 will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,721 will support a bull argument, if broken the USD 13,835 support will start to look vulnerable.
- Technically bearish with a neutral bias, upside moves above USD 16,441 will create a negative divergence with the RSI. Not a sell signal, it is a warning that we could see a momentum slowdown, suggesting caution on upside breakouts. The MA on the RSI is now flat, implying momentum is neutral, whilst the RSI is below and potentially in the process of rejecting its average. If it is, then it would indicate that we will see a move lower, making USD 14,721 the key support to follow. Below this level the probability of the index trading to a new high will start to decrease.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax June 24



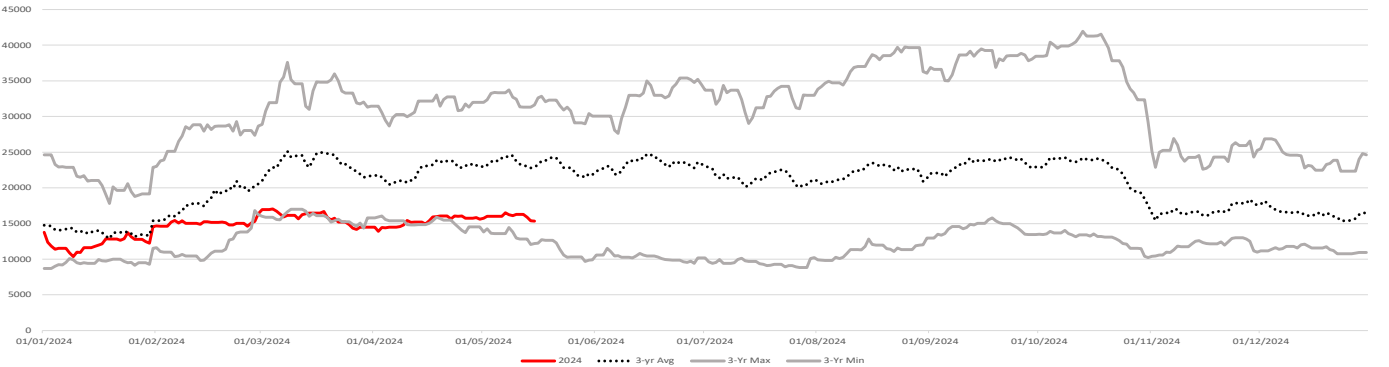
	Support	Resistance	Current Price	Bull	Bear
S1	15,012	R1	15,300	Stochastic oversold	RSI below 50
S2	14,829	R2			
S3	14,572	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Technically bullish last week, the dark cloud cover candle pattern on the 08/05 warned that support levels could come under pressure. The RSI had made a new high, but the stochastic has produced a negative divergence, meaning momentum indicators were conflicting. A very low timeframe Elliott wave cycle (30 min candle) suggested 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 were in bullish territory but had 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.
- The futures sold lower on the back of the bearish candle pattern last week with price trading below the USD 15,901 support. Having traded below the USD 15,400 fractal low, the technical is now bearish.
- Upside moves that fail at or below USD 16,339 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is warning that momentum is weak at this point. The RSI is making new lows having broken support, warning upside moves look like they could be countertrend in the near-term. Downside moves that hold at or below USD 14,829 will warn that there is potentially a larger, bullish Elliott wave cycle in play, if broken, we target the USD 14,572 and USD 13,947 support levels.

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



Supramax Q3 24

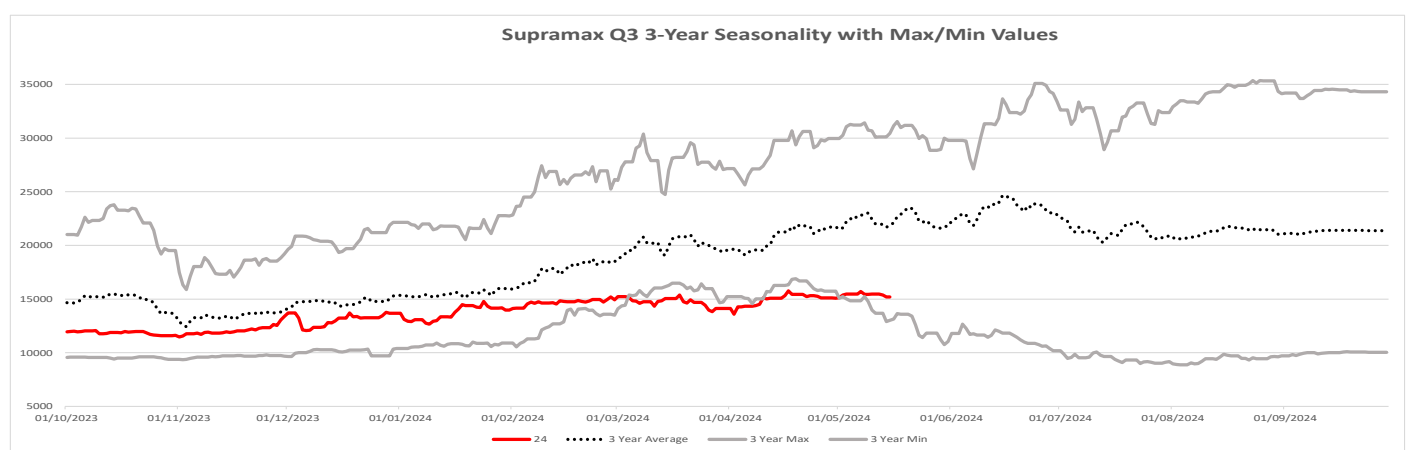


	Support	Resistance	Current Price	Bull	Bear
S1	14,975	R1	15,558	RSI above 50	
S2	14,675	R2	16,101		
S3	14,291	R3	16,815		

Source Bloomberg

Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is below 50
- Technically bullish on the last report, the upside move to a new high had not been matched by the RSI, meaning we had a bearish divergence in play. Not a sell signal, it warned that we had the potential to see a momentum slowdown which needed to be monitored. Due to the divergence and the engulfing candle, we were cautious on upside moves.
- The futures have seen a small move lower with price now below the 8-21 period EMA's whilst the RSI is below 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 futures are moving lower on the negative divergence. The RSI is below its MA, but the average is flat, implying momentum is neutral. Downside moves below USD 14,975 will break a near-term fractal support, warning that the USD 14,291 level could be tested and broken. If it is, then the probability of the futures trading to a new high within this phase of the cycle will start to decrease. We maintain a cautious view on upside moves, as this will create further negative divergence with the RSI. Bullish, but support levels are looking vulnerable.



Supramax Cal 25



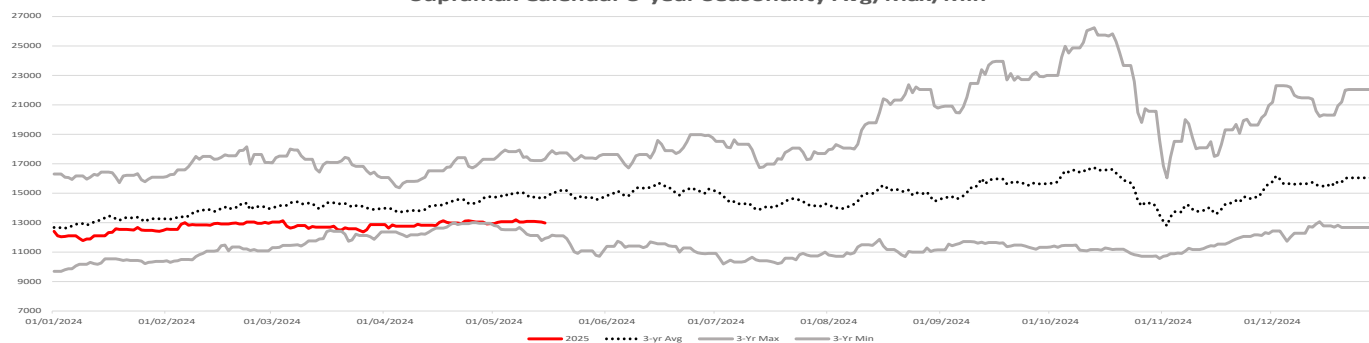
	Support	Resistance	Current Price	Bull	Bear
S1	12,589	R1	13,110	RSI above 50	
S2	12,239	R2	13,335		
S3	11,912	R3	13,662		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (52)
- Stochastic is oversold
- Technically bullish on the previous report, the futures were back in consolidation zone having failed to trade above the USD 13,300 fractal high, meaning price action was neutral. A downside move that closed below the USD 12,850 level would warn that sell side pressure was increasing, meaning the Fibonacci support zone could come under pressure. We maintained a cautious view above the USD 13,300 level due to the divergence ahead, as it warned that an upside move could struggle to hold.
- There has been little movement since last week (USD 75.00 lower) with the futures remaining within the consolidation phase. We are below the 8-21 period EMA's 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.
- Technically bullish, the futures have a neutral bias as we remain in the consolidation zone. We maintain a cautious view on upside moves as the technical will be in divergence above USD 13,300. We have broken trend support, implying the USD 12,850 support is looking vulnerable, a close below this level will warn that the Fibonacci support zone could come under pressure.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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