



Supramax Technical Report

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Index

Having held trend support previously the index has rejected key resistance at USD 15,539, warning trend support at USD 14,273 could come back under pressure. Technically we remain bearish, if we close below and hold below trend line and the 200-period MA (USD 14,057), then it will leave the Fibonacci support zone vulnerable (USD 13,048 – USD 12,400). Likewise, if we hold above the trend line it will imply that there is a longer-term underlying support in the market.

Aug 24

Technically bearish on the last report, we had a neutral view as the pullback had been deeper than we were expecting. We did see a move above the USD 15,300 level (by USD 25) but the move failed to hold. The move below the USD 14,850 fractal support is warning that the USD 14,100 fractal low is starting to look vulnerable. Momentum is weak, suggesting we could be looking at some form of Elliott wave extension to the downside; however, as noted in the morning reports, the intraday wave cycle is unclear at this point.

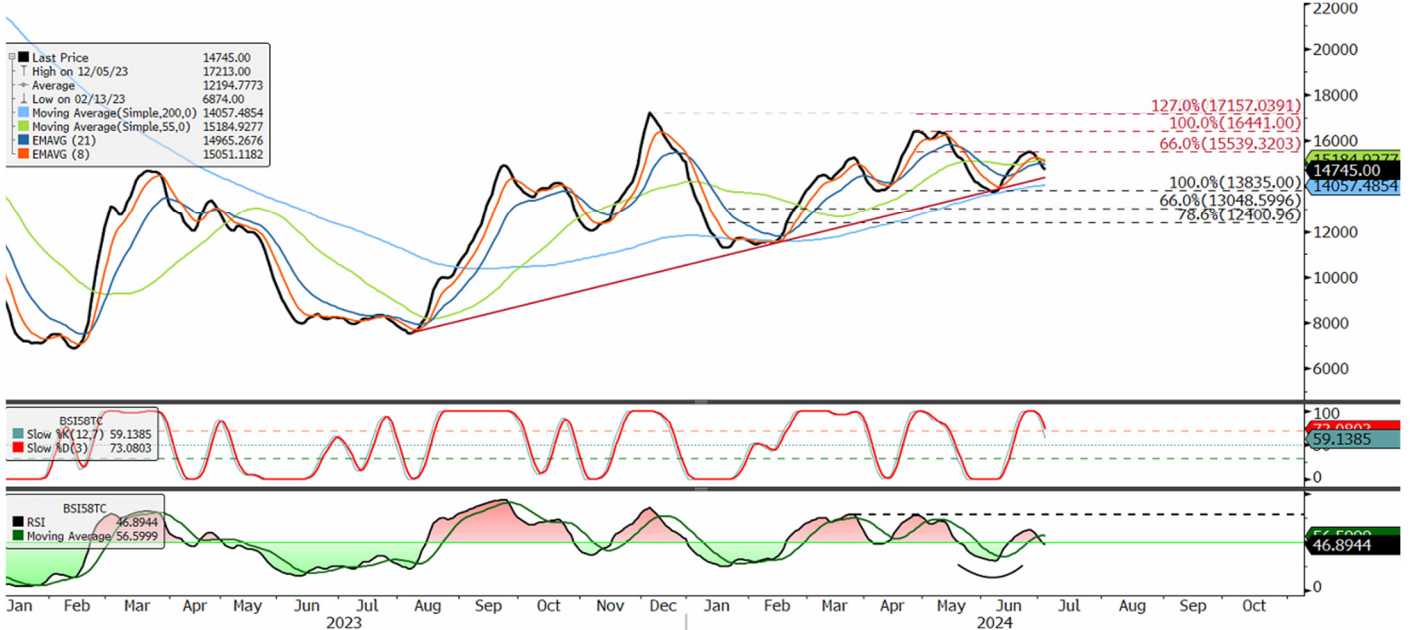
Q3 24

The futures failed to close above the high of the last dominant bear candle resulting in the futures selling below the USD 14,812.5 support, signaling that the corrective move was becoming more complex. The MA on the RSI is implying momentum is weak, whilst price is below the weekly pivot level, indicating sell side pressure is increasing. However (I am cutting and pasting the next bit from the chart), when we look at the most recent move lower on a lower timeframe Elliott wave cycle (this is specifically for the wave C that started on the 13/06/24, 80-minute candle size), we have a very minor divergence that is warning that this corrective phase may have completed. We are at an inflection point, if we move lower and the divergence fails, we are looking at wave extension within the wave C, meaning intraday upside moves will be considered as countertrend. If the divergence holds, then in theory, we should move higher.

Cal 25

Technically bullish, the futures held the USD 12,800 support, resulting in a small move higher. However, we continue to remain in consolidation with price trading around the flat EMA's, meaning the technical lacks directional bias at this point.

Supramax Index



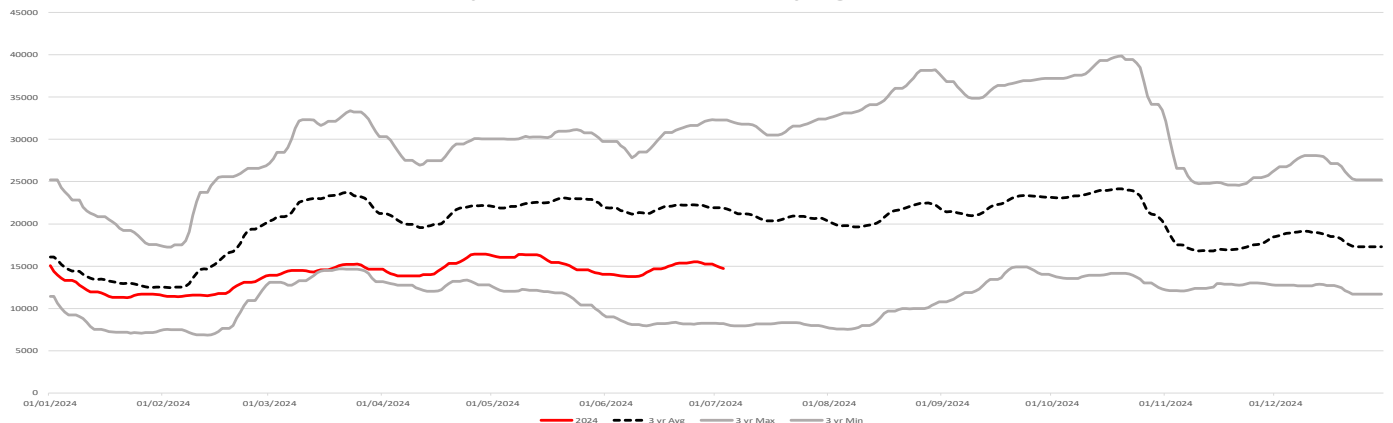
	Support	Resistance	Current Price	Bull	Bear
S1	13,835	R1	15,334		
S2	13,048	R2	15,539		Stochastic overbought
S3	12,400	R3	16,441		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is overbought
- Technically bearish on the previous report due to the break in the USD 13,835 fractal resistance previously, near-term price action was however bullish. The MA on the RSI implied that momentum was supported with price above the weekly pivot level (USD 14,401). Although bearish based on price, the index had held above the 200-period MA and key support at USD 13,048, implying the USD 15,539 resistance was vulnerable. We were seeing a slowdown in price; however, we had a support zone between the MBP and weekly pivot (USD 14,705- USD 14,401), for the index to test trend support, we would need to close below and hold below the USD 14,401 level. Despite the index slowdown, resistance levels continue to look vulnerable at that point.
- The index traded to a high of USD 15,530 before turning lower, meaning key resistance held by USD 9.00. We are below the 8-21 period EMA's with the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 15,144 will mean it is aligned to the buy side. Upside moves that fail at or below USD 15,539 will leave the index vulnerable to further tests to the downside, above this level, the technical will have a neutral bias. Note: this level has been rejected.
- The rejection of key resistance has resulted in price moving lower. The MA on the RSI is starting to flatten, indicating buy side momentum has faded; however, the RSI has moved below the 50-level confirming momentum is entering bear territory. Technically bearish, having held trend support but rejected key resistance, the trend support line (USD 14,273) is now looking like it could come under pressure. A close below that holds below the support line (and the 200-period MA at USD 14,057) will leave the USD 13,048 – USD 12,400 Fibonacci support levels vulnerable. Conversely, if we hold trend support for a fourth time, it will warn that there is a longer-term underlying support in the market.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Aug 24



Support		Resistance		Current Price	Bull	Bear
S1	14,453	R1	15,487	14,650	Stochastic oversold	RSI below 50
S2	14,100	R2	15,931			
S3	13,947	R3	16,281			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Technically we were bearish on the last report, the move above USD 15,700 meant that the intraday technical has broken a key fractal resistance, implying we should move higher. However, the intraday pullback had been deeper than expected, meaning we were neutral. If we traded back above USD 15,300, the intraday futures would be back in bullish territory, implying we should in theory test the USD 15,931 – USD 16,281 resistance zone, making this the key level to follow.
- The futures traded above USD 15,300 on the open on the 21/06; however, the move failed to hold, resulting in price trading below the USD 14,850 fractal support. We are below all key moving average supported by the RSI below 50.
- Upside moves that fail at or below USD 15,931 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the move below the USD 14,850 fractal support is warning that USD 14,100 fractal low is starting to look vulnerable. The MA on the RSI is indicating that we have light momentum weakness with the RSI making a new low alongside price. This is suggesting that we could be seeing some form of Elliott wave extension to the downside; however, as noted in the morning reports, the intraday wave cycle is unclear at this point.

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



Supramax Q3 24

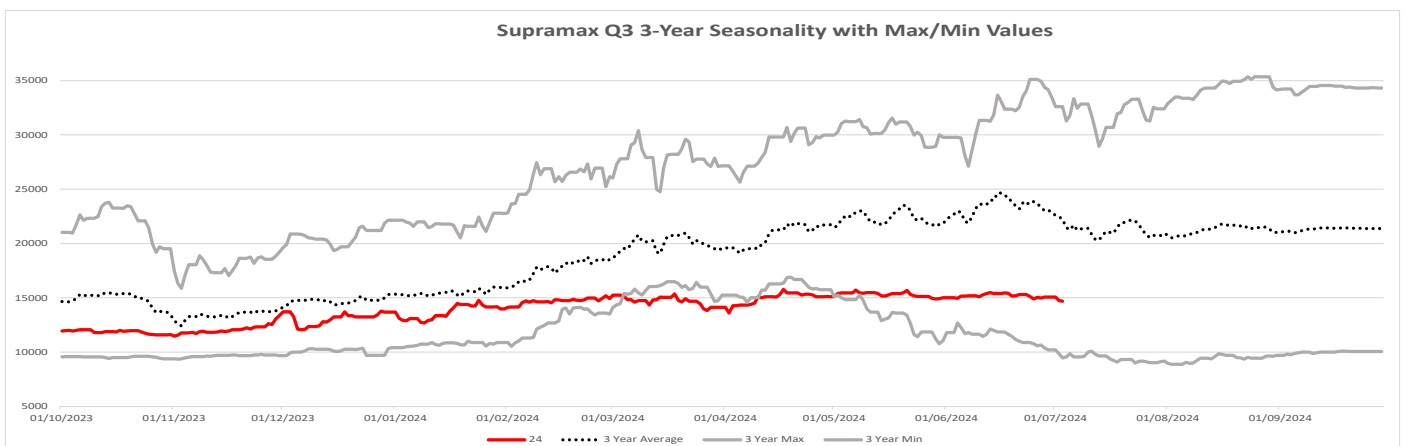


	Support	Resistance	Current Price	Bull	Bear
S1	14,675	R1	14,972	Stochastic oversold	RSI below 50
S2	14,291	R2	15,254		
S3	13,988	R3	15,600		

Source Bloomberg

Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is at 50 (41)
- Stochastic is oversold
- Technically bullish on the previous report, the corrective move lower was holding above trend support with the RSI neutral at 50. The upside move above USD 15,485 meant that the probability of the futures trading to a new low had started to decrease, below USD 14,812 would indicate that the corrective phase is becoming more complex, despite the break in the USD 14,825 resistance. The MA on the RSI was flat implying momentum was neutral, the RSI at 50 supported this. A close below that holds below the support line (USD 15,053) would warn that the USD 14,812 fractal support could be tested and broken. The futures needed to close above the high of the last dominant bear candle (USD 15,475) to signal upside continuation.
- The futures failed to close above the USD 15,475 level, resulting in price closing below the trend support and trading below the USD 14,812.5 fractal low, meaning the corrective move had become more complex. We are below all key moving averages supported by the RSI below 50.
- Downside moves that hold at or above USD 14,291 will support a bull argument, below this level the technical will have a neutral bias.
- The futures remain bullish but in a corrective phase. The downside move to a new low means that the move lower is a more complex Elliott wave correction. The MA on the RSI is indicating that momentum remains weak, with price below the weekly pivot level (USD 15,083), implying sell side pressure is increasing. However, when we look at the most recent move lower on a lower timeframe Elliott wave cycle (this is specifically for the wave C that started on the 13/06/24, 80-minute candle size), we have a very minor divergence that is warning that this corrective phase may have completed. We are at an inflection point, if we move lower and the divergence fails, we are looking at wave extension within the wave C, meaning intraday upside moves will be considered as countertrend. If the divergence holds, then in theory, we should move higher.



Supramax Cal 25



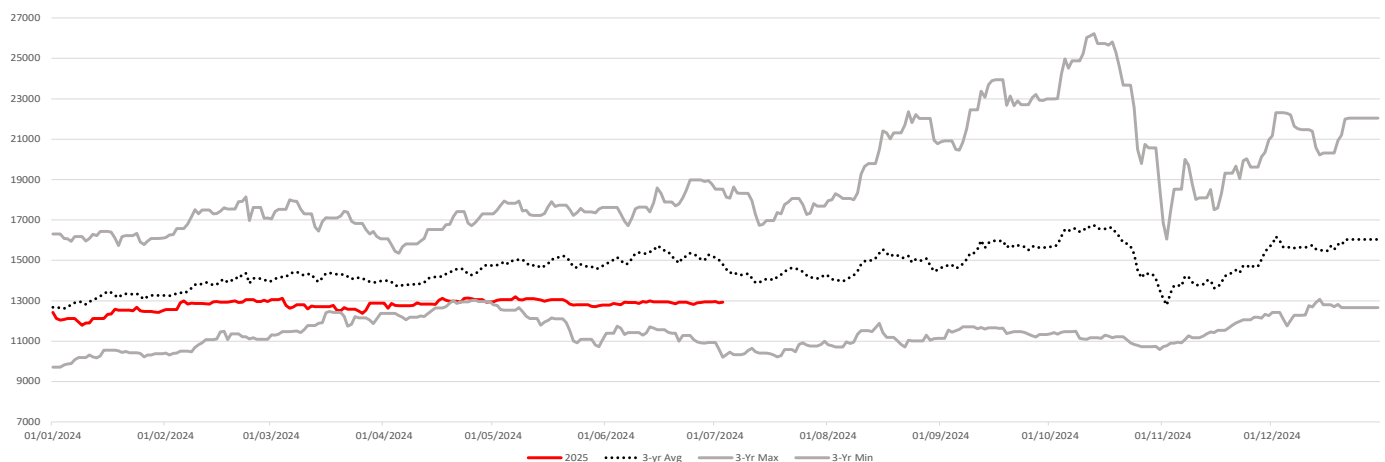
	Support	Resistance	Current Price	Bull	Bear
S1	12,800	R1	13,200	RSI above 50	
S2	12,598	R2	13,300		
S3	12,239	R3	13,335		

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is above 50
- Technically unchanged last time, we remain bullish having seen the futures trade USD 75.00 lower. The RSI was making a new low whilst price is holding above the USD 12,800 level, this was known as a hidden divergence and warned that sell side momentum could slow. We noted that the divergence was minor, if we traded below USD 12,800 it will have failed, warning we could test the USD 12,675 fractal low.
- The futures traded to a low of USD 12,800, held support but only had a small move higher to USD 13,025. Price is between the 8-21 period EMA's with the RSI above 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.
- Unchanged again on the technical. We remain bullish but continue to consolidate around the flat EMA's, implying a lack of directional bias at this point. The RSI is also near neutral at 51.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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