



Supramax Technical Report

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Index

We were cautious on downside moves last week due to the divergence in play. However, after a very small move higher, we are back trading at new lows. The RSI remains in divergence, meaning we maintain a cautious view on moves lower.

Jan 25

The bullish rejection candle followed by a move higher last week warned that resistance levels could come under pressure in the near-term. However, our Elliott wave analysis suggested caution on upside moves. We had little follow through, with price turning the next day, resulting in a move lower. We remain bearish with upside moves considered as countertrend, as the move higher has not been deep enough to be the countertrend Elliott wave-4 that we were looking for. If we trade below the USD 8,050 fractal low, then it will imply that we are seeing a lower timeframe Elliott wave extension to the downside; this will also create a positive divergence with the RSI, warning we could see a momentum slowdown. A cautious bear, as downside breakouts could struggle to hold.

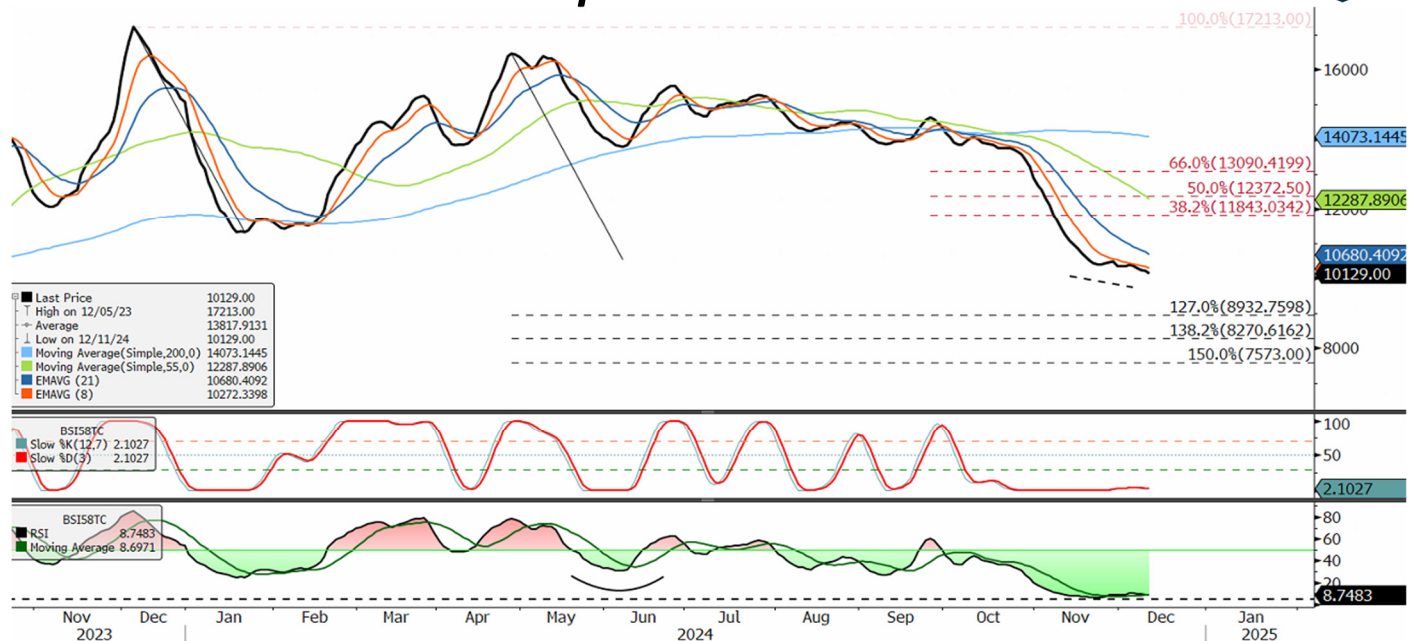
Q1 25

Bearish with upside moves considered as countertrend last week. The bullish rejection candle followed by a move higher had warned that resistance levels could come under pressure in the near-term. However, the move failed to hold resulting in price moving lower. Like the rolling front month, the upside move last week was not deep enough to be the Elliott wave pullback that we were looking for, meaning we maintain our view that upside moves should be considered as countertrend. Although selling lower, the MA on the RSI is implying that we have light momentum support, whilst below USD 8,925 the futures will be in divergence with the RSI. The technical suggest caution on downside breakouts below USD 8,925, as they could struggle to hold.

Cal 25

Like the rest of the Supramax complex last week, the upside move on the back of the rejection candle failed to hold, resulting in price selling to new lows. The MA on the RSI implies that we have light momentum support. The move below the USD 10,550 fractal low means that we are now in divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored. Due to the divergence, we have a note of caution on downside moves at these levels.

Supramax Index



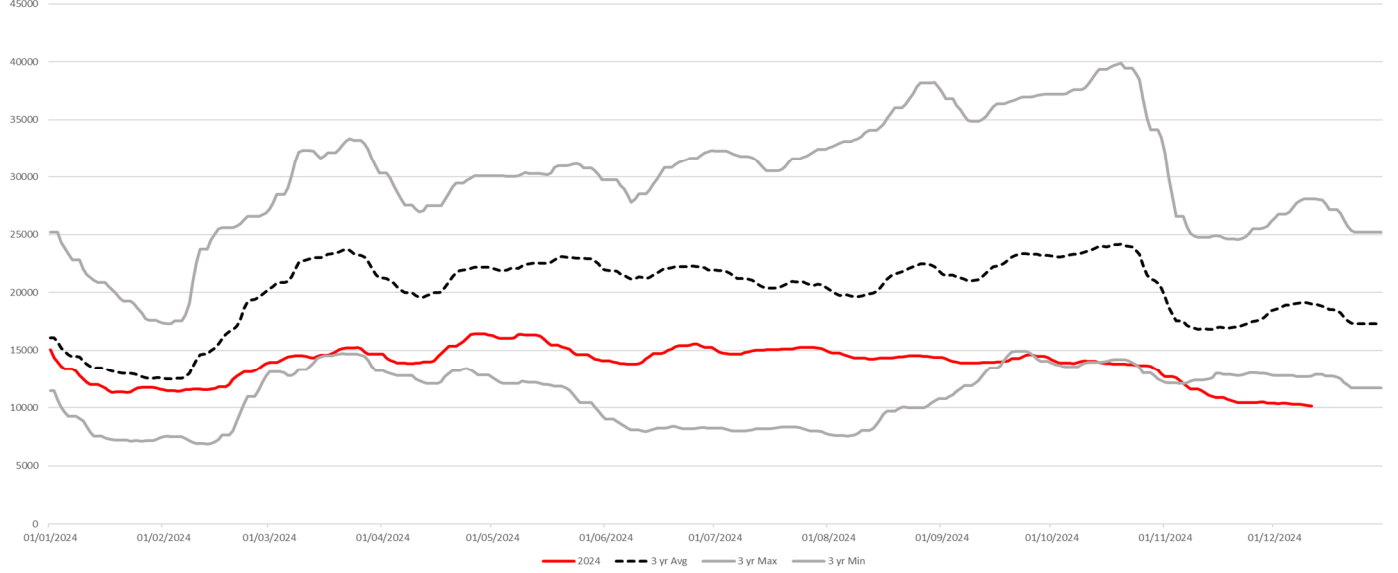
Support	Resistance	Current Price	Bull	Bear
S1	R1	10,129	Stochastic oversold	RSI below 50
8,932	11,843			
S2	R2			
8,270	12,372			
S3	R3			
7,573	13,090			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (8)
- Stochastic is oversold
- Technically bearish last week, the RSI was holding above base report with price in divergence. Not a buy signal, it warned that we could see a momentum slowdown. We remain cautious on downside moves, as momentum warned that we looked like we could be about to move higher.
- The index moved higher for a couple of sessions, but the move failed to hold. Price has since traded to a new low, meaning we remain below all key moving averages supported by the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 10,261 will mean it is aligned to the buy side. Upside moves that fail at or below USD 13,090 will leave the index 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 indicating that we have light momentum support. Price is in divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which needs to be monitored. The RSI is at 8 with long-term support at 6.5, implying downside moves have the potential to be limited. A cautious bear.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax Jan 25



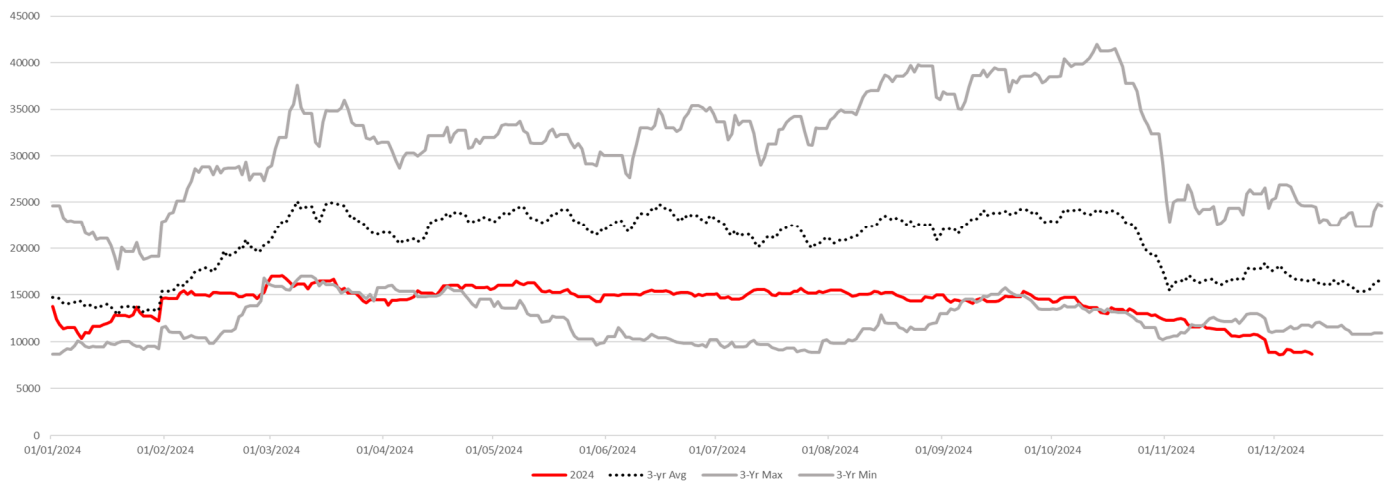
Support	Resistance	Current Price	Bull	Bear
S1	R1	8,650	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (27)
- Stochastic is oversold
- Technically bearish last week, as noted in the morning intraday technical previously, if the RSI went to 12 the futures would be extremely overextended to the downside. Having hit 12 on the 03/12 the futures recovered early losses, creating a bullish rejection candle on the daily timeframe, resulting in price moving higher on the 04/12. Near-term price action was bullish, meaning we could try and close the bearish gap created by the roll into Jan (USD 10,100). However, our Elliott wave analysis did continue to suggest that upside moves should be considered as countertrend.
- Th futures traded to a high of USD 9,525; however, the move failed to hold, resulting in price selling lower. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 12,967 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the upside move last week was not deep enough to be the Elliott wave pullback that we were looking for. If we trade below the USD 8,050 fractal low, then it will imply that we are seeing a lower timeframe Elliott wave extension to the downside; however, this will also create a positive divergence with the RSI, warning we could see a momentum slowdown. We maintain our view that upside moves should be considered as countertrend, whilst having a note of caution on downside breakouts below USD 8,050.

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



Supramax Q1 25

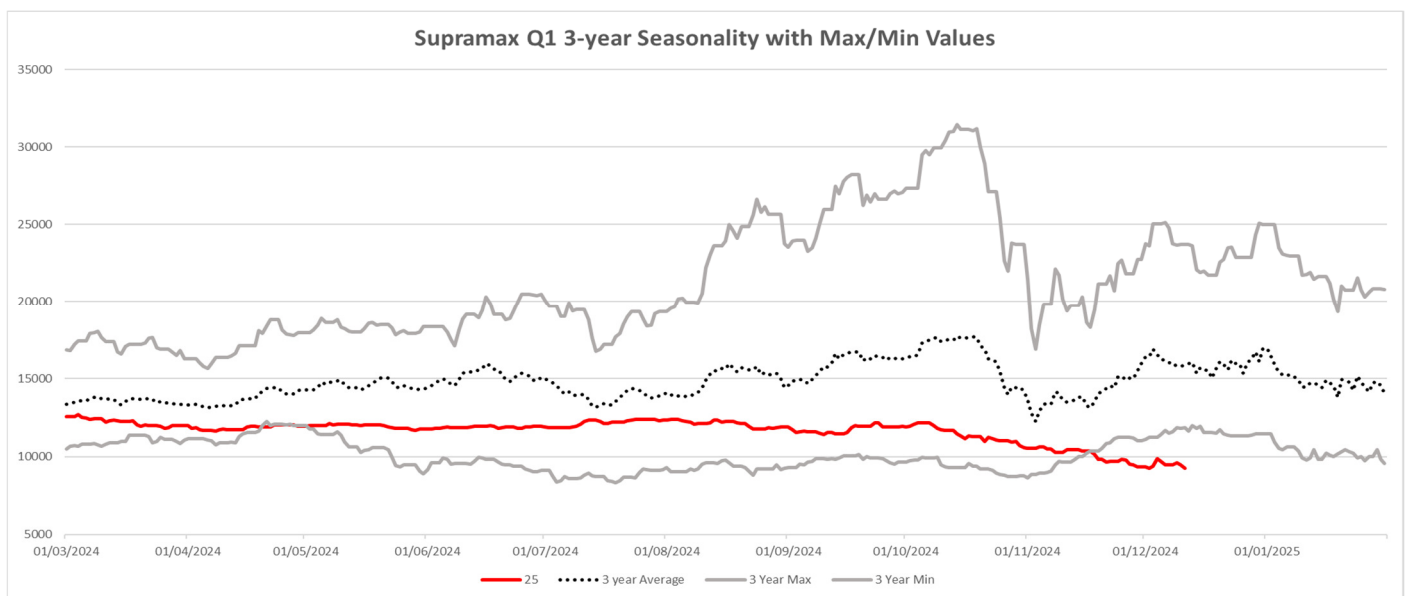


Support	Resistance	Current Price	Bull	Bear
S1	R1	9,200		RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - above

- Price is below the 8-21 period EMA's
- RSI is below 50 (33)
- Stochastic is above 50
- Technically bearish last, the futures were moving higher as the divergence had created a bullish rejection candle on the 03/12. Near-term price action was bullish, warning the USD 10,166 – USD 10,550 resistance zone could come under pressure. However, Elliott wave analysis continued to suggest that upside moves looked like they should be countertrend. If we did trade above USD 11,070, then the probability of the futures trading to a new low would start to decrease.
- We traded to a high of USD 9,975; however, the move failed to hold, resulting in price selling lower. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 11,070 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, like the rolling front month, the upside move last week was not deep enough to be the Elliott wave pull-back that we were looking for, meaning we maintain our view that upside moves should be considered as countertrend. Although selling lower, the MA on the RSI is implying that we have light momentum support, whilst below USD 8,925 the futures will be in divergence with the RSI. The technical suggest caution on downside breakouts below USD 8,925, as they could struggle to hold.



Supramax Cal 25



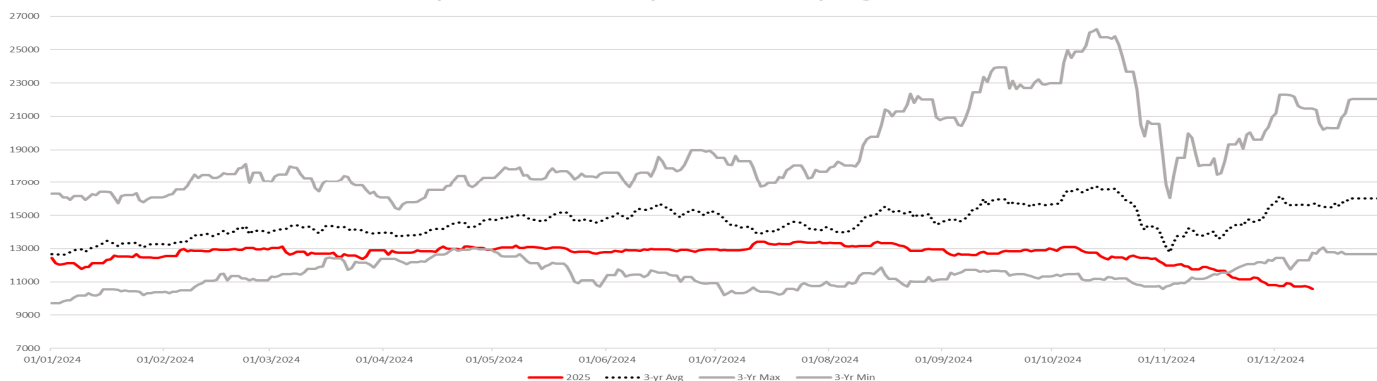
	Support	Resistance	Current Price	Bull	Bear
S1	10,200	R1	11,514	Stochastic oversold	RSI below 50
S2	9,827	R2	11,821		
S3	9,597	R3	12,238		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (26)
- Stochastic is oversold
- The futures were finding light bid support following the bullish rejection candle, warning that the USD 11,533 resistance could come under pressure. However, Elliott wave analysis continued to suggest that upside moves should be countertrend. If we did trade above the USD 12,249 level, then the probability of the futures trading to a new low would start to decrease. Near-term price action suggested we move higher; however, we were cautious on upside moves, as the wave cycle suggests they could struggle to hold.
- Like the rest of the Supramax complex, there was little to no follow through on the upside move last week. We traded to a high of USD 11,025, before selling to new lows. Price is below all key moving averages, supported by the RSI below 50.
- Upside moves that fail at or below USD 12,238 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 implies that we have light momentum support. The move below the USD 10,550 fractal low means that we are now in divergence with the RSI, not a buy signal, it is a warning that we could see a momentum slowdown, which will need to be monitored. Due to the divergence, we have a note of caution on downside moves at these levels.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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