



Supramax Technical Report

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Index

Although technically bearish in the previous report, we had a neutral view as the flat EMA's indicated that we lacked directional bias. Price is seeing light bid support with the MA on the RSI and shorter period EMA's suggesting we have light momentum support. However, the trajectory of the upside move from the USD 10,043 low is weak, meaning we are cautious on moves higher at this point.

June 25

Bearish on the last report, our Elliott wave analysis still suggested caution on higher moves. The futures have consolidated in the last two weeks, whilst the wave cycle continues to suggest caution on higher moves. If we do trade above the USD 11,332 resistance, then the probability of price trading to a new low will start to decrease. Conversely, a close below that holds below the USD 9,950 fractal support will warn that the USD 9,550 fractal low could be tested and broken.

Q3 25

Bearish with upside moves considered as countertrend previously, like the Q3 the futures have consolidated having seen small moves higher and lower. The RSI is moving below its average, if it closes and holds below it, then it will warn that momentum is starting to weaken. As noted previously, Elliott wave analysis suggests that upside moves should be considered as countertrend. Downside moves below USD 10,375 will warn that the USD 9,750 fractal support could come under pressure.

Cal 26

Technically bearish on the last report with Elliott wave analysis suggesting caution on moves higher. We noted that if we traded above the USD 10,325 fractal resistance it would create a 3-wave pattern higher, leaving the futures vulnerable to a correction. Having traded to a high of USD 10,275 we are now seeing a weakening in price with the RSI now testing its average. If we close below and hold below it, then it will warn that momentum is showing signs of weakness. Elliott wave analysis continues to suggest caution on moves higher at this point.

Supramax Index



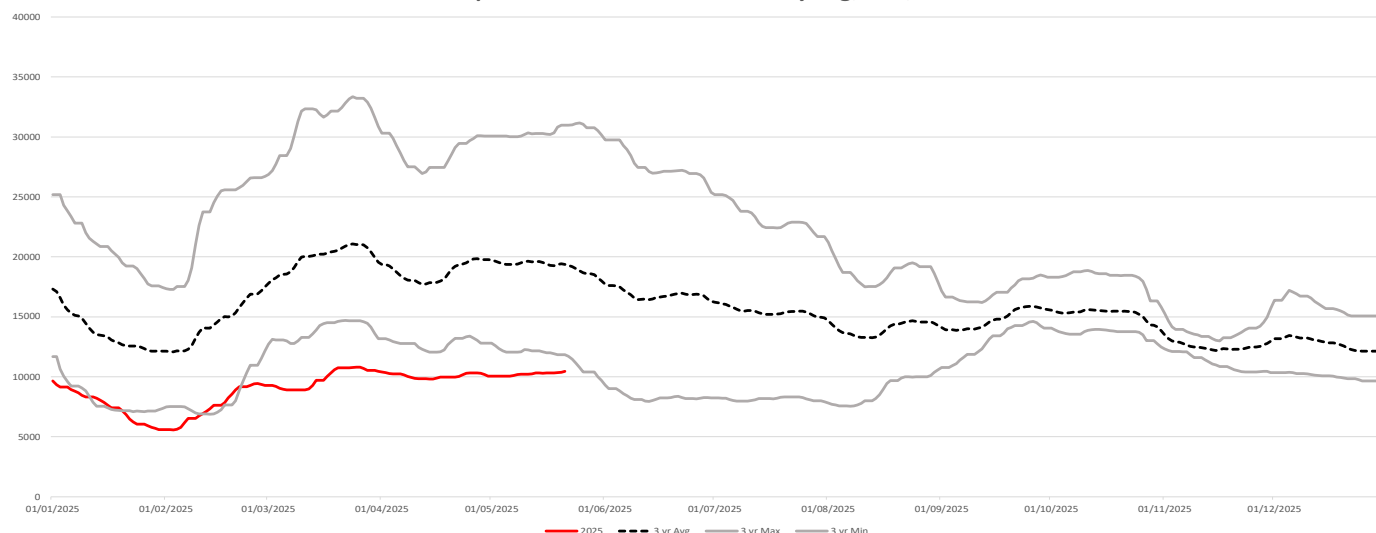
Support	Resistance	Current Price	Bull	Bear
S1	10,337	R1	10,956	Stochastic overbought
S2	10,250	R2	11,301	
S3	8,804	R3	11,584	

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (65)
- Stochastic is overbought
- Technically bearish on the report two weeks ago, the MA on the RSI was flat, implying momentum was neutral. The 8-21 period EMA's were also flat, indicating that we lacked near-term directional bias, whilst the 200-period MA was conflicting with the 55-period MA, as one was bearish whilst the other was bullish. Although the technical was bearish, we had a neutral view.
- The index has found light bid support with price now above the 8-21 period EMA's supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buy side, a close below USD 10,337 will mean it is aligned to the sell side. Upside moves that fail at or below USD 11,584 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 7,351 will support a near-term bull argument.
- Technically bearish, the MA on the RSI has started to turn higher warning we have light momentum support. this is being replicated by the 8-21 period EMA's, which also imply light momentum support; however, the 200-period MA (USD 10,956) continues to conflict with the 55 period MA (USD 10,042) as the shorter period MA is rising into the longer-term bearish average. The trajectory of the upside move from the USD 10,043 low is weak, meaning we are cautious on moves higher at this point.

Supramax Index 3-Year Seasonality Avg/max/Min



Supramax June 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,325		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is overbought
- Technically bearish on the last report, the MA on the RSI was flat, implying momentum was neutral; however, intraday momentum warned that we had light support at that point. Our Elliott wave analysis did suggest that upside moves looked to be countertrend, meaning we remained cautious on moves higher. However, if we closed above and held above the 55-period MA (USD 10,930), it would warn that the USD 11,332—USD 11,400 resistance zone could be tested and broken. If it was, then the bearish Elliott wave cycle would become neutral, warning that the probability of price trading to a new low had once again started to decrease. Elliott wave aside, we did still have the 200-period MA at USD 11,627 and a double top formation between USD 12,225—USD 12,250, which also suggested caution on moves higher.
- The futures traded to a low of USD 9,950 before finding light bid support; however, the move failed to hold, resulting in price rejecting the 8-21 period EMA's. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 11,332 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, our Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, whilst price is below the 55 and 200-period MA's (USD 10,786 - USD 11,374), meaning we remain cautious on higher moves at this point. If we do trade above the USD 11,332 resistance, then the probability of price trading to a new low will start to decrease. Conversely, a close below that holds below the USD 9,950 fractal support will warn that the USD 9,550 fractal low could be tested and broken.

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



Supramax Q3



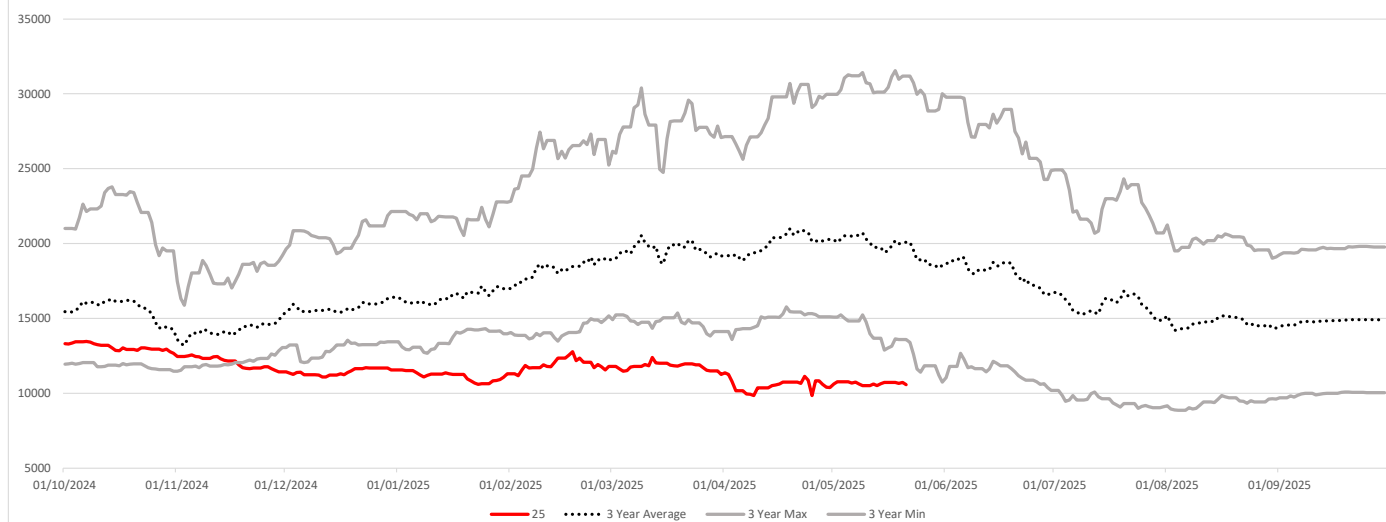
Support		Resistance		Current Price	Bull	Bear
S1	10,375	R1	10,850	10,575		RSI below 50
S2	10,217	R2	11,112			
S3	9,750	R3	11,548			

Synopsis - above

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is above 50
- Technically bearish on the previous report, the MA on the RSI continued to suggest that we had light momentum support. Countering this, our Elliott analysis implied that upside moves should be considered as countertrend, making USD 11,548 the key resistance to follow. If broken, then the probability of price trading to a new low would start to decrease. A close below USD 10,525 would indicate that sell side pressure was increasing (based on that days values), warning the USD 10,375 - USD 9,750 fractal support levels could come under pressure. Based on our Elliott wave analysis, we maintained a cautious view on upside moves at this point.
- The futures have started to consolidate with price seeing small moves higher and lower. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 11,548 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, near-term price action is neutral. However, the RSI is moving below its average, if it closes and holds below it, then it will warn that momentum is starting to weaken. As noted previously, Elliott wave analysis suggests that upside moves should be considered as countertrend. Downside moves below USD 10,375 will warn that the USD 9,750 fractal support could come under pressure.

Supramax Q3 3-Year Seasonality with Max/Min Values



Supramax Cal 26



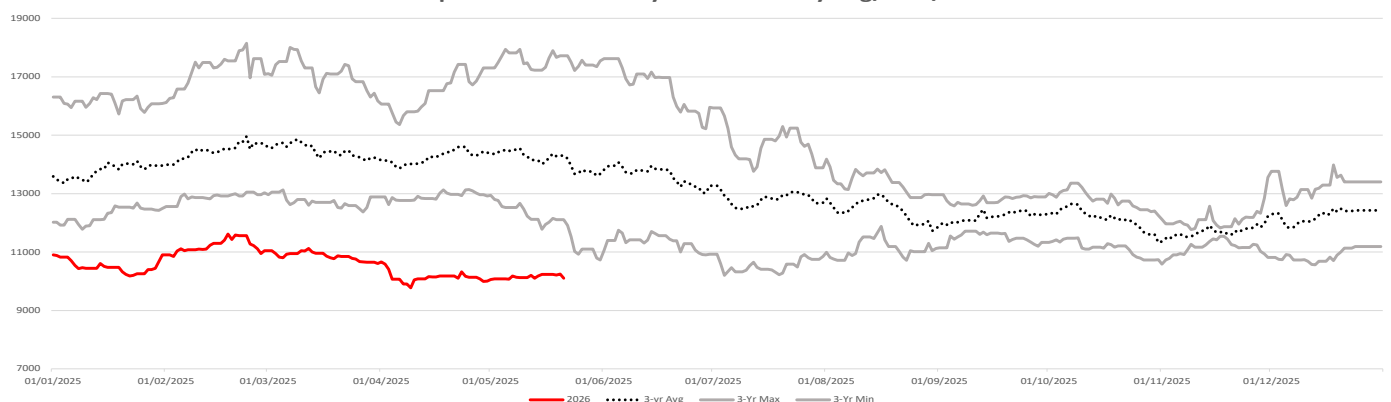
Support	Resistance	Current Price	Bull	Bear
S1	R1	10,100		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (43)
- Stochastic is overbought
- Unchanged on the technical previously, we remained bearish with Elliott wave analysis suggesting upside moves should be considered as countertrend. If we traded above the USD 10,325 fractal resistance, it would warn that the Fibonacci resistance zone could come under pressure. However, this would also create a 3-wave pattern higher, leaving the futures vulnerable to a move lower. If we did trade above the USD 10,798 level, then the probability of price trading to a new low would start to decrease, increasing the probability that the bearish Elliott wave cycle could fail.
- The futures traded to a high of USD 10,275 before correcting today (21/05). We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 10,798 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; however, the RSI is testing the average. If we close below and hold below it, then it will warn that momentum is showing signs of weakness. Elliott wave analysis continues to suggest caution on moves higher at this point.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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