



# Supramax Technical Report

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## Index

Technically bullish, the MA on the RSI has flattened, implying buy-side momentum is slowing. We have seen a small move higher but remain in divergence with the RSI, not a sell signal, it is a warning that we could see a momentum slowdown. A close below the weekly pivot level (USD 16,703) will indicate sell-side pressure is increasing, warning the Fibonacci support zone could come under pressure. As highlighted previously, Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. Due to price remaining in divergence, we continue to be cautious on higher moves, as the technical warns we are vulnerable to a corrective move lower.

## Oct 25

Bullish but with a neutral bias, the probability of the futures trading to a new high within this phase of the cycle has started to decrease, below USD 15,075 the technical will be bearish based on price. However, as noted previously, there looks to be a larger bullish Elliott wave cycle in play, suggesting downside moves should be considered as countertrend. Due to price selling lower on the negative divergence, alongside the deep pullback, we are now cautious on upside moves in the near-term.

## Q4 25

Technically bullish with a neutral bias, the probability of the futures trading to a new high within this phase of the cycle has started to decrease. The MA on the RSI implies that momentum is weak, below USD 13,975, the technical will be bearish based on price. However, as highlighted previously, there looks to be a larger, bullish Elliott wave cycle in play. Like the October contract, the move lower on the negative divergence alongside the deep pullback means we are now cautious on upside moves in the near-term.

## Cal 26

Bullish but with a neutral bias, the deep pullback on the back of the negative divergence with the RSI, means we are cautious on upside moves in the near-term, below USD 11,800 the technical is bearish based on price. As noted previously, there looks to be a larger bullish Elliott wave cycle in play, suggesting downside moves should be countertrend, making USD 10,799 the key support to follow.

# Supramax Index



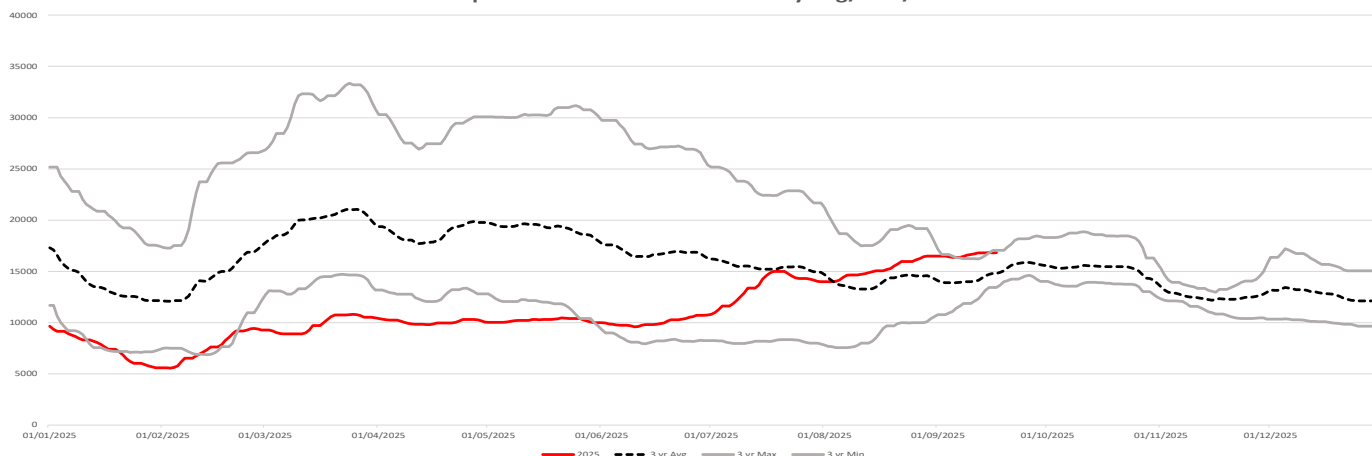
Support	Resistance	Current Price	Bull	Bear
S1	R1	16,827	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (85)
- Stochastic is overbought
- Unchanged again on the technical last week. The index had moved higher; however, we had seen a drop in the RSI, indicating a further slowdown in the index. This warned that a correction could be imminent, meaning we were cautious on upside moves at those levels. A close below the weekly pivot level (USD 16,411) would imply sell side pressure was increasing. We maintained our view that there looked to be a larger, bullish cycle in play, suggesting downside moves had the potential to be countertrend.
- The index remains supported with price seeing a small move higher. We remain above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buy side, a close below USD 16,789 will mean it is aligned to the sell side. Downside moves that hold at or above USD 12,048 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI has flattened, implying buy side momentum is slowing. We have seen a small move higher but remain in divergence with the RSI, not a sell signal, it is a warning that we could see a momentum slowdown. A close below the weekly pivot level (USD 16,703) will indicate sell side pressure is increasing, warning the Fibonacci support zone could come under pressure. As highlighted previously, Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. Due to price remaining in divergence, we continue to be cautious on higher moves, as the technical warns we are vulnerable to a corrective move lower.

## Supramax Index 3-Year Seasonality Avg/max/Min



# Supramax Oct 25



Support		Resistance		Current Price	Bull	Bear
S1	15,075	R1	16,583	15,425	RSI above 50	
S2	14,277	R2	17,606			
S3	13,375	R3	18,800			

## Synopsis - Intraday

Source Bloomberg

- Price below the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is below 50
- Technically bullish last week, the move to a new high had created a second divergence with the RSI; not a sell signal, it warned we could see a momentum slowdown. Corrective moves that held at or above USD 15,797 would leave resistance levels vulnerable, if broken, the probability of the futures trading to a new high would start to decrease, whilst a move below USD 15,075 would mean that the technical would be bearish based on price. Our higher timeframe Elliott wave analysis did indicate that there was a larger, bull cycle in play, meaning downside moves were still considered as countertrend. We remained a cautious bull.
- The futures continue to sell lower on the negative divergence with the RSI, resulting in the USD 15,797 support being broken. We are below the 8-21 period EMA's with the RSI near-neutral at 51.
- Upside moves that fail at or below USD 16,583 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory. Key longer-term support is at USD 12,151.
- Bullish but with a neutral bias, the probability of the futures trading to a new high within this phase of the cycle has started to decrease, below USD 15,075 the technical will be bearish based on price. However, as noted previously, there looks to be a larger bullish Elliott wave cycle in play, suggesting downside moves should be considered as countertrend. Due to price selling lower on the negative divergence, alongside the deep pullback, we are now cautious on upside moves in the near-term.

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



## Supramax Q4

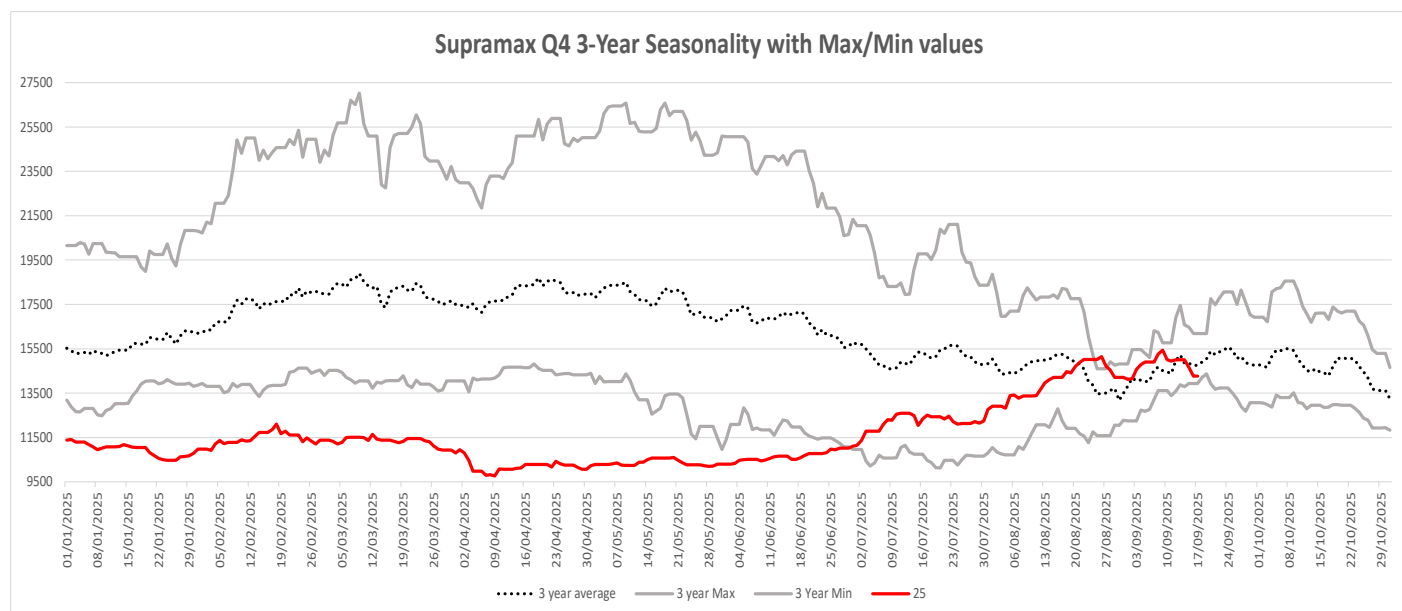


Support		Resistance		Current Price	Bull	Bear
S1	13,975	R1	15,157	14,275	RSI above 50	
S2	13,250	R2	15,650			
S3	12,862	R3	15,882			

## Synopsis - above

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is below 50
- Technically bullish last week, the futures were moving lower on the negative divergence with the RSI, warning the USD 14,544 support could come under pressure. We noted that if we held above this level, then the USD 15,650 resistance would remain vulnerable; conversely, if broken, then the probability of the futures trading to new high within this phase of the cycle would start to decrease. However, as noted previously, there looked to be a larger bull cycle still in play, suggesting downside moves should be considered as countertrend.
- The futures sold lower on the negative divergence with the RSI, resulting in the USD 14,544 support being broken. We are below the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 15,157 will leave the futures vulnerable to further tests to the downside, above this level, the technical will be back in bullish territory. Key longer-term support for the higher timeframe Elliott wave cycle is at USD 11,970.
- Technically bullish with a neutral bias, the probability of the futures trading to a new high within this phase of the cycle has started to decrease. The MA on the RSI implies that momentum is weak, below USD 13,975, the technical will be bearish based on price. However, as highlighted previously, there looks to be a larger, bullish Elliott wave cycle in play. Like the October contract, the move lower on the negative divergence alongside the deep pullback means we are now cautious on upside moves in the near-term.



# Supramax Cal 26

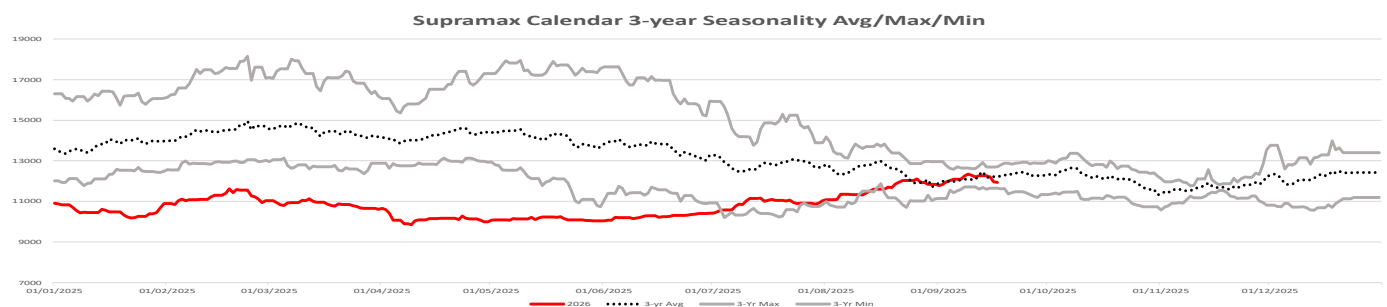


	Support	Resistance	Current Price	Bull	Bear
S1	11,800	R1	12,205	RSI above 50	
S2	11,452	R2	12,306		
S3	11,175	R3	12,462		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (57)
- Stochastic is above 50
- Technically bullish last week, we noted last week that our lower timeframe oscillator did eventually cross, confirming it was the pull-back we were looking for. The new high in the futures meant that we were in divergence with the RSI, warning we could see a momentum slowdown. Downside moves that hold at or above USD 11,987 will leave resistance levels vulnerable; if broken, the probability of price trading to new high within this phase of the cycle will start to decrease. We are cautious on upside moves at these levels; however, there looked to be a larger bullish Elliott wave cycle in play, meaning downside moves should be considered as countertrend, making USD 10,799 the key longer-term support to follow. The day was not finished, but we did have a Harami cross in play at the moment, leaving the futures vulnerable to a move lower.
- The futures moved lower, meaning we did not get the Harami cross, but we did get a bear close, resulting in price selling below the USD 11,987 support. We are below the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 12,205 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory. Key longer-term support for the higher timeframe Elliott wave cycle is at USD 10,799.
- Bullish but with a neutral bias, the deep pullback on the back of the negative divergence with the RSI, means we are cautious on upside moves in the near-term, below USD 11,800 the technical is bearish based on price. As noted previously, there looks to be a larger bullish Elliott wave cycle in play, suggesting downside moves should be countertrend, making USD 10,799 the key support to follow.



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