



# Supramax Technical Report

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## Index

The index remains in a corrective phase with the MA on the RSI implying momentum remains weak. However, as highlighted last week, the RSI is making new low whilst price is not. This is known as a hidden divergence, warning we remain vulnerable to a move higher whilst above USD 14,960; however, countering this, if we trade to a new high, then it will almost certainly result in a negative divergence. Below USD 14,960 the pullback will be considered as deep, meaning the probability of the futures trading to a new high will start to decrease.

## Nov 25

Technically bearish, the MA on the RSI implies that momentum remains weak. Our Elliott wave analysis (based on the corrective phase) suggests that upside moves should be considered as countertrend, making USD 15,959 the key resistance to follow. However, it is important to highlight that this corrective wave could be distorted based on the roll into Nov (I.E, there could be a missing wave). Above USD 15,959 the probability of price trading to a new low will start to decrease. The upside move above USD 14,025 is warning that buy-side pressure is increasing but working on the assumption that the wave cycle is not distorted, we remain cautious on upside moves in the near-term.

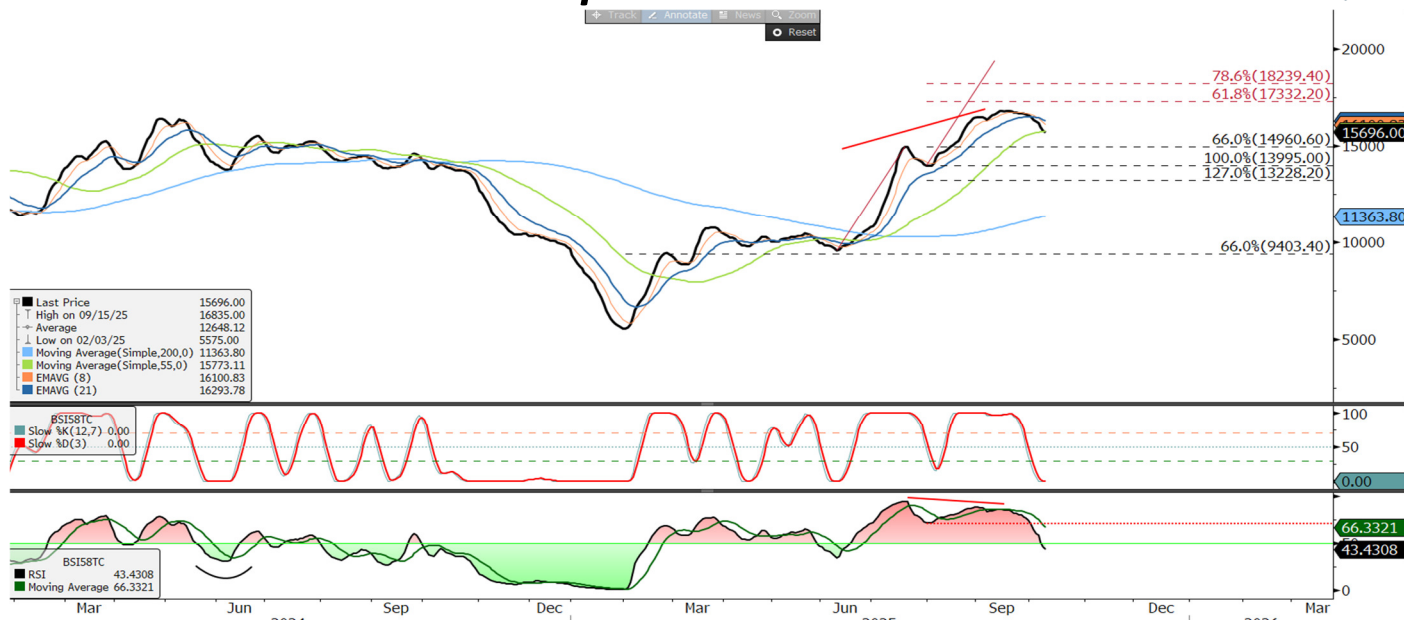
## Q4 25

Bullish with a neutral bias, the futures are holding above the two standard deviation line (USD 13,976) and the 55 period MA (USD 14,111). A three wave pattern lower is warning that the corrective phase has potentially completed; a move above USD 14,629 will signal buy-side pressure is increasing, whilst above USD 15,097 the technical will be back in bullish territory. We are cautious on downside moves from here.

## Cal 26

Unchanged on the technical this week, we remain cautious on upside moves above USD 12,350 as the futures will be in divergence with the RSI. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 10,799 the key longer-term support to follow.

# Supramax Index



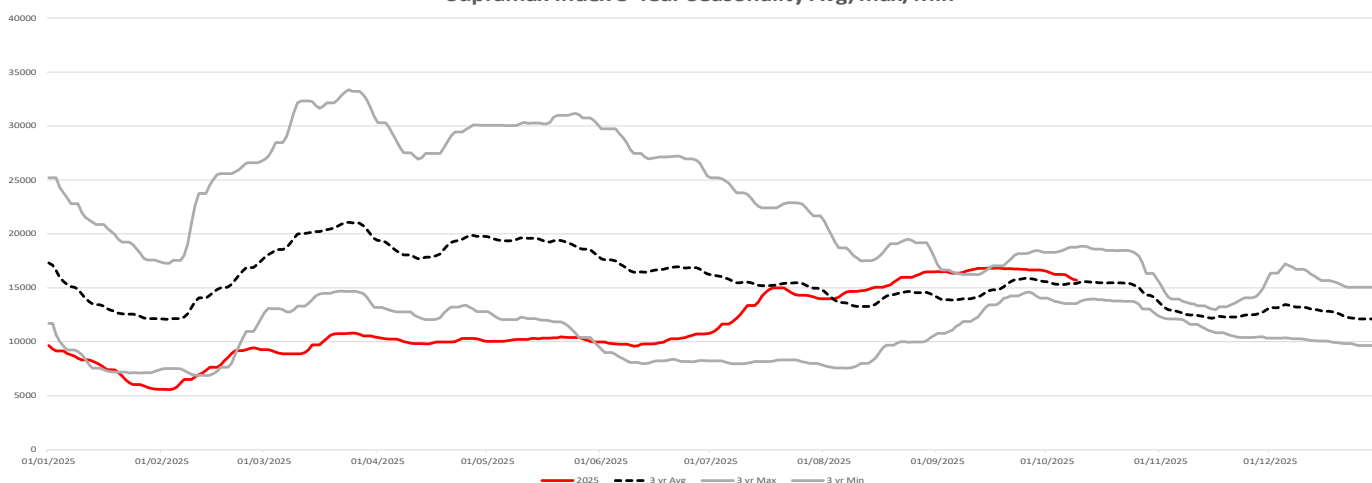
Support	Resistance	Current Price	Bull	Bear
S1	R1	15,696	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Technically bullish but in a corrective phase on the last report, the MA on the RSI implied that momentum was weakening, making USD 14,960 the key support to follow. Below this level the probability of price trading to a new high within this phase of the cycle would start to decrease. However, we noted that the pullback in the RSI was faster than price, the RSI is breaking support, whereas price has only seen a small move lower. This is known as a hidden divergence, warning we could have one final test to the upside, leaving the USD 16,835 fractal high vulnerable in the near-term. We could move higher, but with the divergences in play, the index was not considered a technical buy at these levels.
- The index continues to come under pressure with price below the 8-21 period EMA's supported by the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 16,080 will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,960 will support a bull argument, below this level the technical will have a neutral bias. However, corrective moves that hold at or above USD 9,403 will support a longer term bullish Elliott wave cycle.
- The index remains in a corrective phase with the MA on the RSI implying momentum remains weak. However, as highlighted last week, the RSI is making new low whilst price is not. This is known as a hidden divergence, warning we remain vulnerable to a move higher whilst above USD 14,960; however, countering this, if we trade to a new high, then it will almost certainly result in a negative divergence. Below USD 14,960 the pullback will be considered as deep, meaning the probability of the futures trading to a new high will start to decrease.

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



## Supramax Nov 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	13,875	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Technically bearish last week due to the move below the USD 15,075 fractal support, the MA on the RSI implied that momentum was weak. The RSI low warned that upside moves should be considered as countertrend in the near-term, making USD 16,035 the key resistance to follow. If broken, then the probability of the futures trading to a new low would start to decrease. However, as noted previously, there was a larger, bullish Elliott wave cycle in play, meaning this corrective phase we are witnessing was also considered as countertrend. We were cautious on upside moves in the near-term, but noted that this move lower was part of a larger bull cycle.
- The futures traded to a low of USD 13,550 before finding light bid support. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 15,959 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Key longer-term support is at USD 12,151 (Elliott wave).
- Technically bearish, the MA on the RSI implies that momentum remains weak. Our Elliott wave analysis (based on the corrective phase) suggests that upside moves should be considered as countertrend, making USD 15,959 the key resistance to follow. However, it is important to highlight that this corrective wave could be distorted based on the roll into Nov (I.E, there could be a missing wave). Above USD 15,959 the probability of price trading to a new low will start to decrease. The upside move above USD 14,025 is warning that buyside pressure is increasing but working on the assumption that the wave cycle is not distorted, we remain cautious on upside moves in the near-term.

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



# Supramax Q4

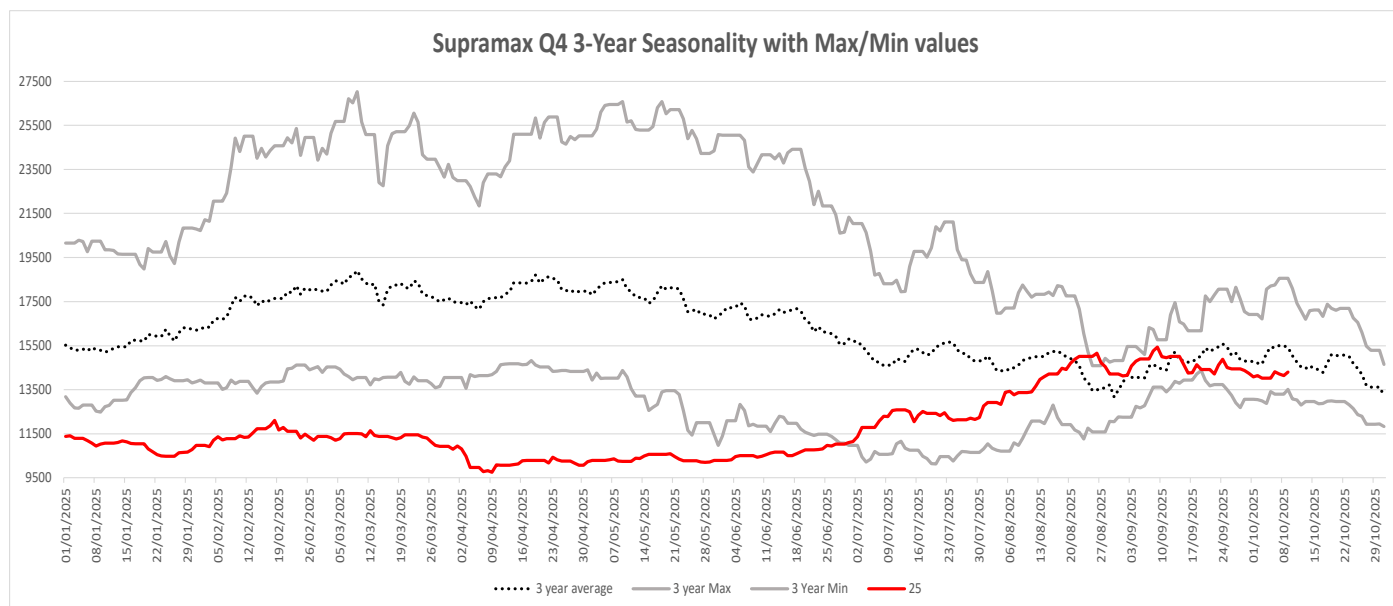


Support		Resistance		Current Price	Bull	Bear
S1	13,925	R1	14,629	14,300	Stochastic oversold	
S2	13,520	R2	15,097			
S3	13,334	R3	15,650			

## Synopsis - above

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is oversold
- We remain bullish with a neutral bias last week, the MA on the RSI implied that momentum is weak; below USD 13,925 the technical will be bearish based on price. However, as highlighted previously, there looked to be a longer-term bullish Elliott wave cycle in play, making USD 11,970 the key support to follow. We had fractal support at USD 13,925, whilst USD 13,923 was two standard deviations below the linear regression line, the 55-period MA was at USD 13,916. We had a note of caution whilst above the support zone; if we closed and held below the USD 13,916 level, then the futures would target the USD 13,520—USD 13,334 area.
- The futures traded to a low of USD 14,025 before finding light bid support. We are between the 8-21 period EMA's with the RSI near neutral at 51.
- Upside moves that fail at or below USD 15,097 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.
- Bullish with a neutral bias, the futures are holding above the two standard deviation line (USD 13,976) and the 55 period MA (USD 14,111). A three wave pattern lower is warning that the corrective phase has potentially completed; a move above USD 14,629 will signal buy-side pressure is increasing, whilst above USD 15,097 the technical will be back in bullish territory. We are cautious on downside moves from here.



# Supramax Cal 26



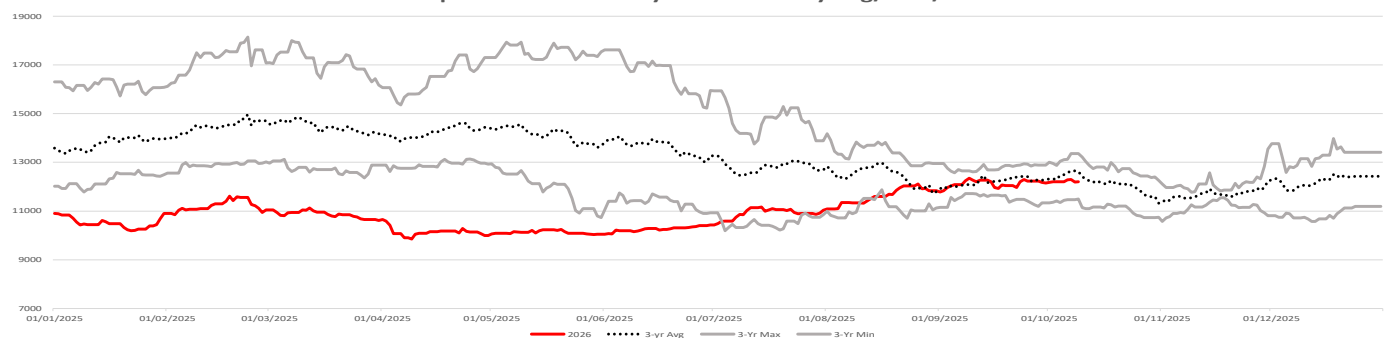
Support		Resistance		Current Price	Bull	Bear
S1	11,987	R1	12,306	12,200	RSI above 50	Stochastic overbought
S2	11,800	R2	12,462			
S3	11,452	R3	12,618			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (58)
- Stochastic is above 50
- Technically bullish last week, the MA on the RSI implies that momentum was weak. We had a note of caution on upside breakouts above USD 12,350, as the futures would be in divergence with the RSI. Not a sell signal, it warned that we could see a momentum slowdown, which needs to be monitored. We noted that if we trade below the USD 11,987 level for a second time, it would warn that the USD 11,800 fractal support could be tested and broken, taking the technical into bearish territory, based on price. However, as noted previously, there looked to be a larger bullish Elliott wave cycle in play, suggesting downside moves should be considered as countertrend. Bullish, the divergence above USD 12,350 suggested that the futures are not considered a technical buy at these levels.
- The futures traded to a high of USD 12,325 before seeing bids fade a little. We are above the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 11,987 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical this week, we remain cautious on upside moves above USD 12,350 as the futures will be in divergence with the RSI. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 10,799 the key longer-term support to follow.

## Supramax Calendar 3-year Seasonality Avg/Max/Min



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