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Technical outlook: Supported

The RSI is moving higher and continues to test upper resistance levels, warning it could be becoming overextended; however, price is the lead indicator, momentum is the warning. A close below the weekly pivot level at USD 21,552 would suggest that buyside pressure is starting to slow, while a close and hold below the trend support line at USD 20,574 is needed to signal sell side pressure is increasing.

Nov 26

Technical outlook: Buyside pressure increasing

The futures are moving higher on the positive divergence with the RSI, signaling an increase in buyside pressure, warning that resistance levels are becoming vulnerable. A failed swing low has seen the RSI hold above 40, meaning we also have momentum support. Our issue is in the shape of the correction, as there is a 5-wave pattern lower on the daily timeframe, warning we could be looking at the completion of A, not the full corrective cycle. The counter to this, the high on the 22/09/26 at USD 22,075 is the wave B, as there is also a potential 5-wave pattern lower on the intraday timeframe, I have labelled this alternative count on the chart for clarity. Wave analysis on this technical is subjective, meaning focus should be on the more traditional methods. The RSI has broken trend resistance on a positive RSI divergence, we have momentum support and a failed swing low, warning that the USD 21,050 fractal resistance is becoming vulnerable. A move above USD 21,050 would signal an increase in buyside pressure based on price, while a breach in the USD 21,782 resistance would reduce the probability of price trading at a new low. Regardless of which Elliott count you are following, this market is currently seeing support.

Q1 27

Technical outlook: Inflection point

The futures are now trading just above the 55-period SMA at USD 15,807. Price is consolidating in a small symmetrical triangle (potentially a pennant) having seen the RSI hold the 40 level, we now have a 3-wave corrective pattern lower with momentum support. If we trade above the USD 16,406 resistance, then the probability of price trading at a new low would start to decrease, while a move above the USD 16,300 fractal resistance would signal an increase in buyside pressure. A close and hold below the 55-period SMA would leave the USD 15,400 low vulnerable; however, for downside continuation, we would need to see price close and hold below this level. We are above but trading on the 55-period SMA, meaning price is at an inflection point.

Cal 27

Technical outlook: Supported

We have a 3-wave pattern lower with the futures finding bid support off the 50% Fibonacci retracement at USD 15,432. We are testing but remain below the 55-period SMA at USD 15,970; however, the RSI has reclaimed the 40 level. Upside moves above the USD 16,300 fractal resistance would signal an increase in buyside pressure, this would also suggest that the probability of the futures trading at a new low has started to decrease, as price will be above the USD 16,271 level. Further upside is needed but the 3-wave pattern lower with the RSI reclaiming 40 is warning that buyside support is entering the market.

Supramax index

FIS



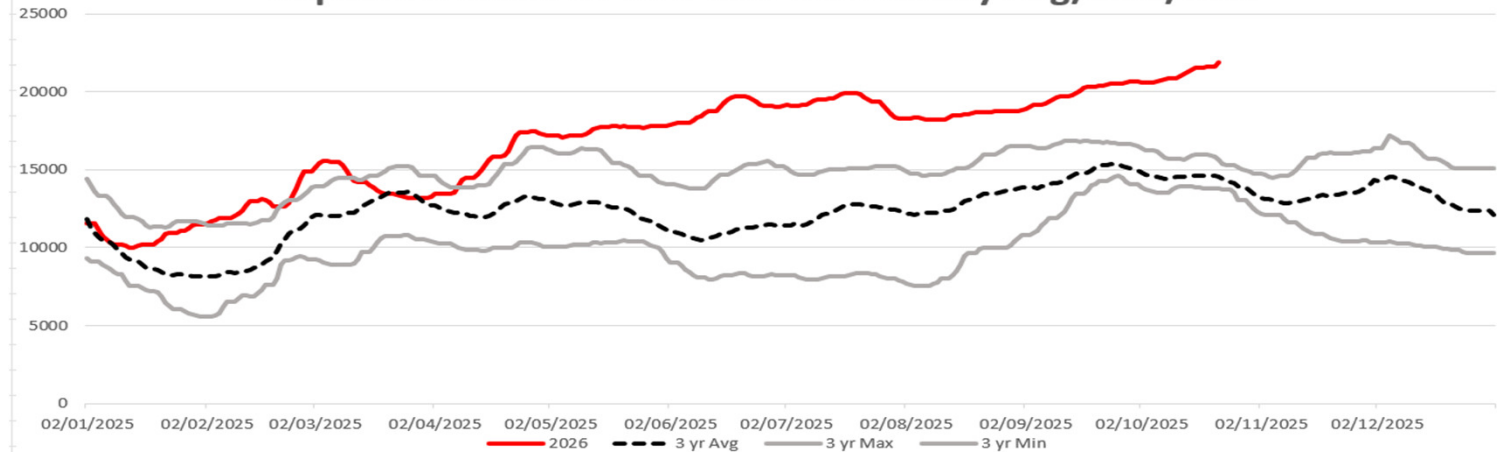
Support		Resistance		Current price	Bull	Bear
S1	20,574	R1	24,240	21,857	RSI above 50	Stochastic overbought
S2	20,469	R2	25,469			
S3	19,459	R3	26,819			

Synopsis - Intraday

Chart Source Bloomberg

- Price is above the 8–21 period EMAs.
- RSI is above 50 (95).
- Stochastic is overbought.
- Technical outlook previously: RSI resistance
- Having traded above the USD 21,214 resistance last week, the RSI continues to show a very minor divergence in price. We also noted that the RSI is testing historical resistance, meaning we were potentially becoming overextended to the upside. The momentum overextension needed to be monitored; it was not a sell signal. If we rejected the resistance band and closed below the weekly pivot level at USD 20,792, it would warn that buyside pressure was starting to slow. However, we needed to see a close and hold below the trend support line at USD 20,589 to signal an increase in sell-side pressure.
- The index has continued to move higher; we remain above all key moving averages supported by the RSI above 50.
- Momentum Based on Price (MBP) is aligned to the buyside; a close below USD 21,552 would mean it is aligned to the sell side. Downside moves that hold at or above USD 19,459 would support a bullish argument. Below this level, the technical outlook would have a neutral bias.
- Technical outlook: Supported
- The RSI is moving higher and continues to test upper resistance levels, warning it could be becoming overextended; however, price is the lead indicator, momentum is the warning. A close below the weekly pivot level at USD 21,552 would suggest that buyside pressure is starting to slow, while a close and hold below the trend support line at USD 20,574 is needed to signal sell side pressure is increasing.

Supramax Index 11 TC 3-Year Seasonality Avg/max/Min



Supramax Nov 26

FIS



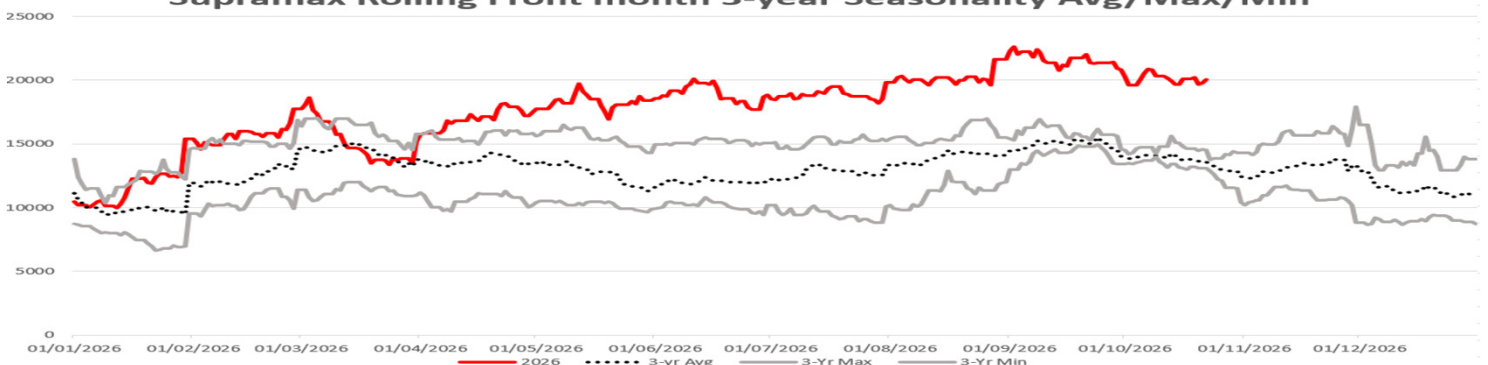
Support	Resistance	Current price	Bull	Bear
S1	R1	20,375		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Chart Source Bloomberg

- Price is above the 8–21 period EMAs.
- RSI is below 50 (49).
- Stochastic is below 50.
- Technical outlook previously: Positive RSI divergence
- We noted last week that the futures have traded below the USD 19,525 fractal low, signalling a complex corrective phase, warning that upside moves should be considered countertrend. We identify USD 21,875 as a key resistance level to follow. If breached, the probability of price trading at a new low would start to decrease. If rejected, the initial 5-wave move lower would have a higher probability of being Wave A of an A-B-C corrective pattern. The new low did mean that the RSI was now divergent with price. This was a condition that warned that sell-side momentum could slow; however, confirmation from bullish price action was needed to signal that the divergence was being respected. If the divergence failed, bearish momentum confirmation would leave the USD 18,225 support vulnerable.
- The futures traded about USD 200 lower before moving higher on the positive RSI divergence. We are above the 8-21 period EMA's with the RSI near-neutral at 49.
- Upside moves that fail at or below USD 21,782 will leave the futures vulnerable to further tests to the downside. Above this level, the technical outlook would have a neutral bias.
- Technical outlook: Buyside pressure increasing
- The futures are moving higher on the positive divergence with the RSI, signaling an increase in buyside pressure, warning that resistance levels are becoming vulnerable. A failed swing low has seen the RSI hold above 40, meaning we also have momentum support. Our issue is in the shape of the correction, as there is a 5-wave pattern lower on the daily timeframe, warning we could be looking at the completion of A, not the full corrective cycle. The counter to this, the high on the 22/09/26 at USD 22,075 is the wave B, as there is also a potential 5-wave pattern lower on the intraday timeframe, I have labelled this alternative count on the chart for clarity. Wave analysis on this technical is subjective, meaning focus should be on the more traditional methods. The RSI has broken trend resistance on a positive RSI divergence, we have momentum support and a failed swing low, warning that the USD 21,050 fractal resistance is becoming vulnerable. A move above USD 21,050 would signal an increase in buyside pressure based on price, while a breach in the USD 21,782 resistance would reduce the probability of price trading at a new low. Regardless of which Elliott count you are following, this market is currently seeing support.

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



Supramax Q1 27



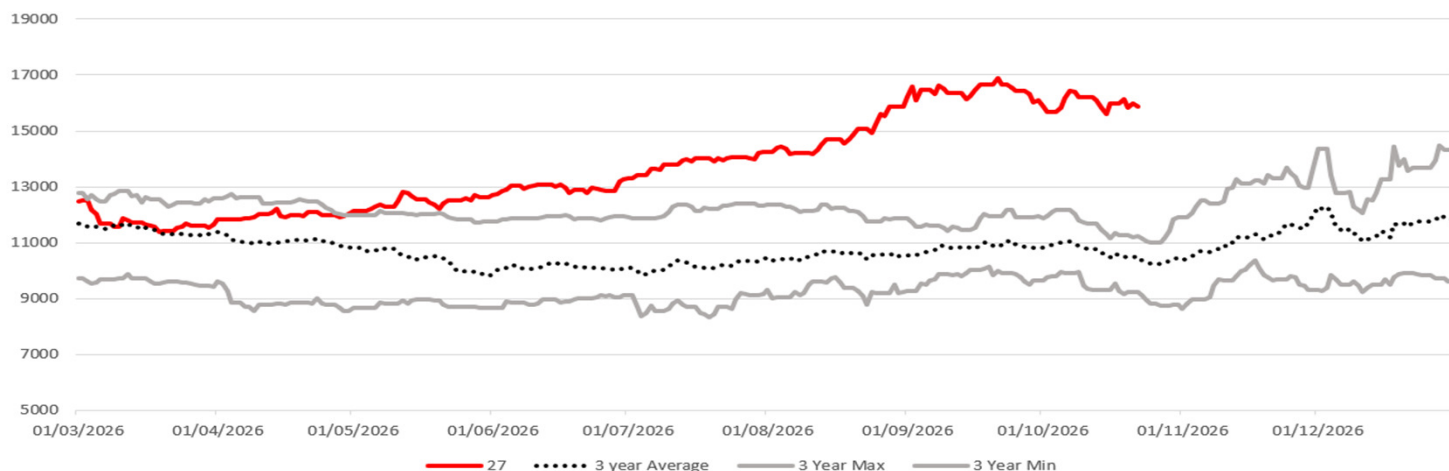
Support	Resistance	Current price	Bull	Bear
S1	R1	15,875		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Chart Source Bloomberg

- Price is below the 8–21 period EMAs
- RSI is below 50 (47)
- Stochastic is below 50
- Technical outlook previously: Upside rejection
- The upside rejection last week indicated that we were not looking at a flat correction. The futures were testing the 55-period simple MA at USD 15,631, while the RSI is testing the 40 level. If we closed and held below the trend support line (correction *average*) with the RSI below 40, it would warn that we could see further deterioration in the technical outlook, meaning Fibonacci support levels could come under pressure. Caution was warranted if we failed to hold below the 55-period MA with the RSI holding or reclaiming the 40 level.
- The futures sold at a low of USD 15,400; however, we failed to hold below the 55-period SMA. Prices below the 87-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- Downside moves that hold at or above USD 14,103 would support a bullish argument. Below this level, the technical outlook would have a neutral bias.
- Technical outlook: Inflection point
- The futures are now trading just above the 55-period SMA at USD 15,807. Price is consolidating in a small symmetrical triangle (potentially a pennant) having seen the RSI hold the 40 level, we now have a 3-wave corrective pattern lower with momentum support. If we trade above the USD 16,406 resistance, then the probability of price trading at a new low would start to decrease, while a move above the USD 16,300 fractal resistance would signal an increase in buy-side pressure. A close and hold below the 55-period SMA would leave the USD 15,400 low vulnerable; however, for downside continuation, we would need to see price close and hold below this level. We are above but trading on the 55-period SMA, meaning price is at an inflection point.

Supramax Q1 3-year Seasonality with Max/Min Values



Supramax Cal 27



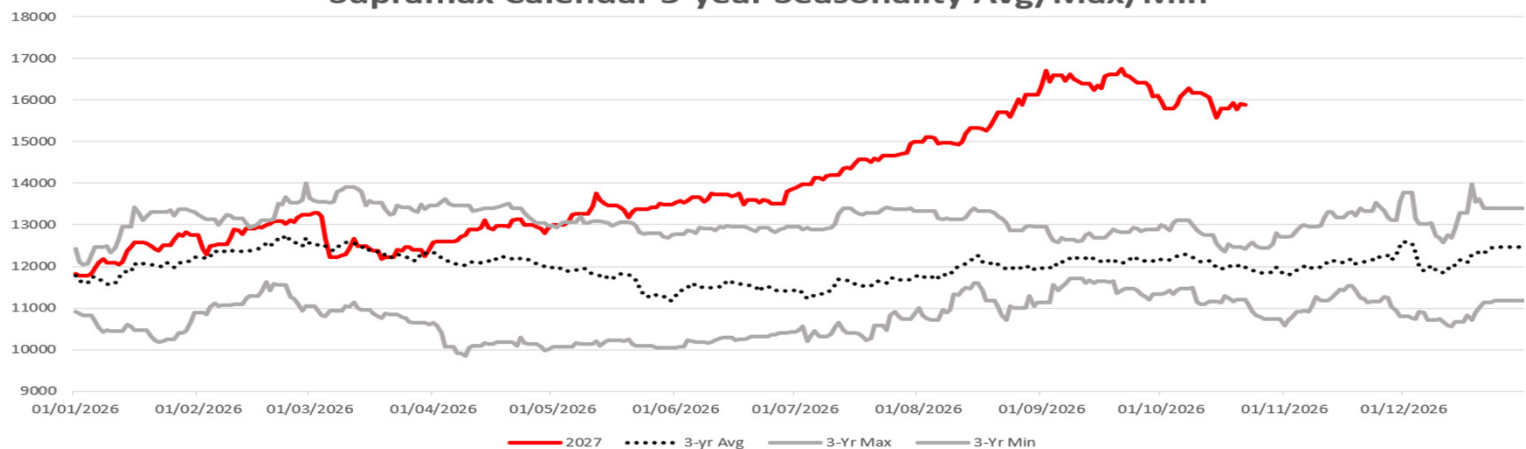
Support	Resistance	Current price	Bull	Bear
S1	R1	15,875		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Chart Source Bloomberg

- Price is below the 8–21 period EMAs
- RSI is below 50 (47)
- Stochastic is above 50
- Technical outlook previously: Sell-side pressure increasing
- We noted last week that the rejection of the USD 16,450 resistance indicates that we are not looking at a flat correction, while the RSI rejection below 60 suggested that sell-side pressure was increasing, warning that the USD 15,625 fractal low should, in theory, be tested and broken. USD 16,450 remains the key resistance level to follow. Upside moves that failed at or below this level will warn that the corrective phase has the potential to become more complex.
- The futures sold to a low of USD 15,100 on the upside rejection; however, we have since seen bid support. We are below the 8-21 period EMA's supported by the RSI below 50.
- Downside moves that hold at or above USD 14,383 would support a bullish argument. Below this level, the technical outlook would suggest that the futures are entering a higher-timeframe corrective phase.
- Technical outlook: Supported
- We have a 3-wave pattern lower with the futures finding bid support off the 50% Fibonacci retracement at USD 15,432. We are testing but remain below the 55-period SMA at USD 15,970; however, the RSI has reclaimed the 40 level. Upside moves above the USD 16,300 fractal resistance would signal an increase in buy-side pressure, this would also suggest that the probability of the futures trading at a new low has started to decrease, as price will be above the USD 16,271 level. Further upside is needed but the 3-wave pattern lower with the RSI reclaiming 40 is warning that buy-side support is entering the market.

Supramax Calendar 3-year Seasonality Avg/Max/Min



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