

FIS Capesize Technical Report

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Synopsis:

Index

The index has now entered the Fibonacci resistance zone with price testing the 200 period MA. If the index holds above the 200 Ma (USD 17,876) and the RSI goes above the 62 level, then USD 23,120 will become a legitimate upside target. Downside moves below the USD 17,233 level would warn that the intraday technical is starting to weaken, warning the USD 14,930 and potentially the USD 13,959 support could be tested.

April 21

The technical trend is bullish, but the futures have broken a key intraday support at USD 19,779, suggesting we are in the early stages of a corrective phase. An overbought stochastic with the RSI dipping below its resistance line would warn that momentum is vulnerable to a downside move. The near-term support/target is at USD 17,375 with further support down to USD 14,160. A close above the USD 20,141 level is now needed to put market buyers back in control.

Q2 21

A bearish engulfing candle today will mean that we will have a new low close on the futures and warn of potential lower pricing tomorrow. The technical trend is bullish, but momentum indicators and price are signaling that we are in a corrective phase. Downside moves that hold at or above the USD 17,205 level would support a buyer's argument, below this level the pullback would be considered as deep and the technical phase neutral.

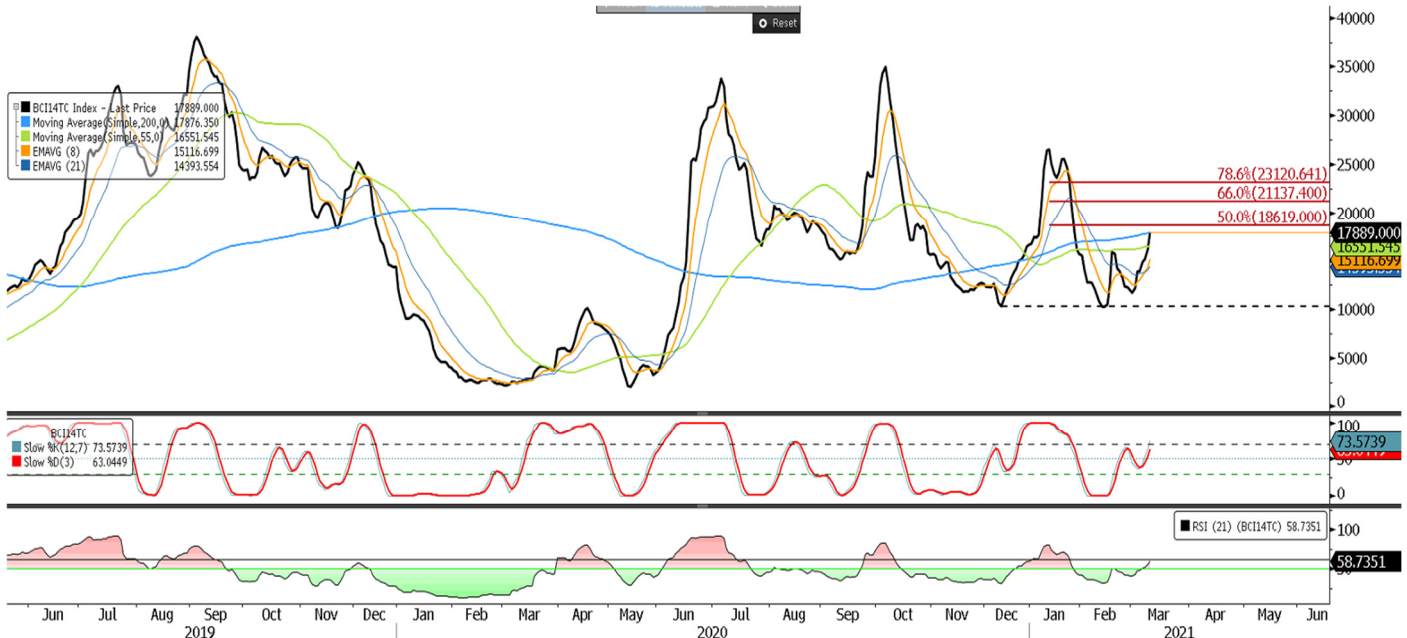
Cal 22

The futures are technically bullish but not considered a technical buy due to momentum weakness. A close on the futures tomorrow below the USD 16,000 level would produce a new low close and suggest we have entered a corrective phase. The trend itself is still considered as bullish, if we hold above the USD 16,000 level the buyers will still be in control.

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Capesize Index



	Support	Resistance	Current Price	Bull	Bear
S1	17,233	R1	18,619	RSI above 50	
S2	14,930	R2	21,137		
S3	13,959	R3	23,120		

Synopsis - Intraday

Source Bloomberg

- Price is testing the 200 period MA
- RSI is above 50 (32)
- Stochastic is 58
- The index has now entered the Fibonacci resistance zone with price on the 200 period MA, a natural point of resistance. Upside moves that close above and hold above the USD 17,876 level would support a bullish argument
- Both the RSI and the stochastic are above 50 indicating momentum is bullish
- If the RSI goes above the 62 level we have the potential for a momentum breakout targeting the USD 21,137 and potentially the USD 23,120 resistance levels
- If the index closes below the USD 17,889 level it would be an early sign that price is weakening and suggest we could test the USD 14,930 support

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Capesize April 21 (1 Month forward)



	Support	Resistance	Current Price	Bull	Bear
S1	17,357	R1	20,369	RSI above 50	Stochastic overbought
S2	16,000	R2	23,125		
S3	14,160	R3	26,601		

Source Bloomberg

Synopsis - Intraday

- RSI is above 50
- Stochastic is overbought
- Price is above the 8 –21 period EMA’s
- The futures are in a bullish trend but have produced a strong rejection candle. The Pullback is below the USD 19,779 level which would warn that the intraday technical has entered a corrective phase
- Near-term downside support/target is at USD 17,357, with further support down to USD 14,160. Corrective moves that hold above the base of the Fibonacci zone would support a buyer’s argument, below this level the pullback is considered as deep and the technical phase neutral
- The stochastic is overbought with the RSI moving back below its resistance line. Momentum is warning that we are vulnerable to further tests to the downside
- The technical is bullish but looks to be in the early stages of a corrective phase. Upside moves that close the day above the USD 20,133 level would suggest that market buyers are back in control

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Capesize Q2 21



	Support	Resistance	Current Price	Bull	Bear
S1	19,172	R1	22,581	RSI above 50	Stochastic overbought
S2	18,337	R2	24,700		
S3	17,205	R3	27,373		

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is above 50 (64)
- Stochastic is overbought
- A bearish engulfing candle is indicating technical weakness and warning that support levels could come under pressure over the coming days. Price is above the EMA's and the RSI is above 50 but the overbought stochastic is warning that momentum is vulnerable to further tests to the downside.
- Downside moves that hold above the USD 17,205 level would support a longer-term buyers argument, below this level the pullback would be considered as deep and the technical would be weakened
- Upside moves that close above the USD 20,141 level would indicate market buyers could control tomorrow's open

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Capesize Cal 22



	Support	Resistance	Current Price	Bull	Bear
S1	15,575	R1	16,495	RSI above 50	Stochastic overbought
S2	15,359	R2	16,915		
S3	15,188	R3	17,450		

Synopsis - Intraday

Source Bloomberg

- Price is Above all key moving averages
- RSI is above 50
- Stochastic is overbought
- Like the rest of the Capesize complex the Cal 222 futures have produced a weak candle that is closing on its lows. Price and momentum remain in bullish territory; however, the RSI is showing a negative divergence with the stochastic in overbought territory
- The technical is showing signs it could enter into a corrective phase but has not yet produced a new low close
- Corrective moves lower have a support zone between USD 15,575—USD 15,188. Downside moves that hold above the USD 15,188 level would support a buyer’s argument, below this level the technical would be considered as neutral
- Technically bullish but not considered a technical buy as momentum weakness would indicate we could soon enter a corrective phase