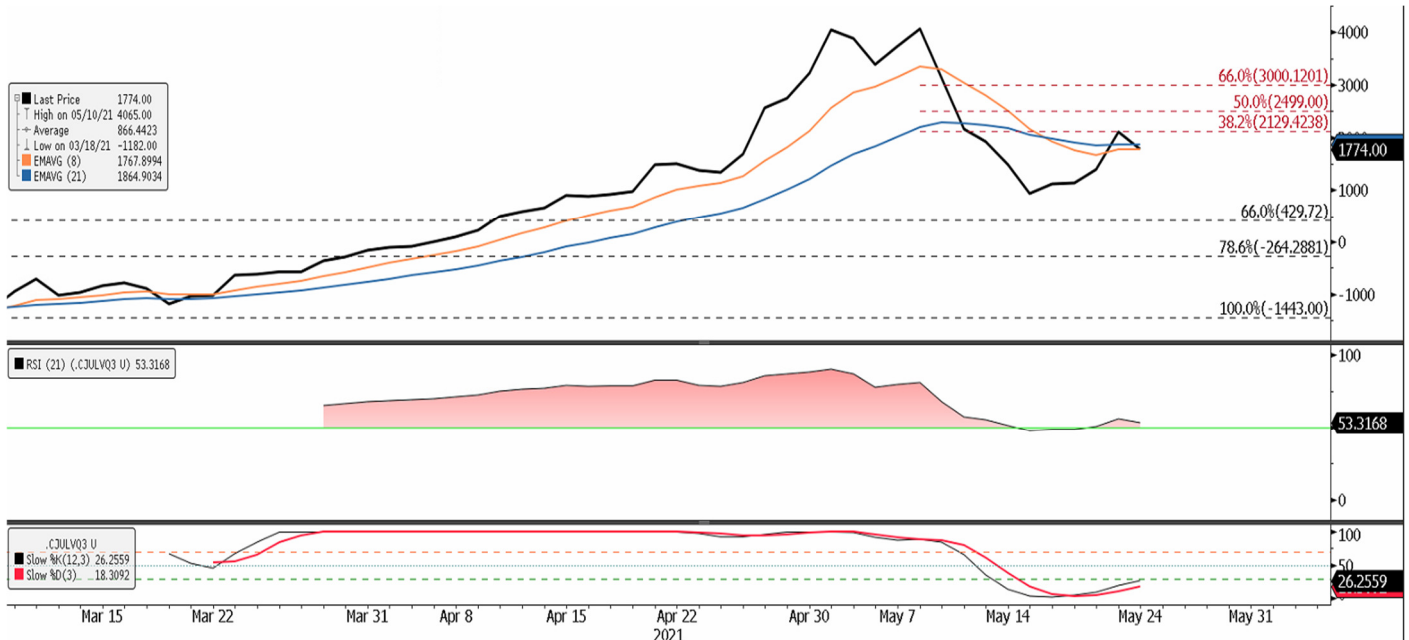


FIS Cape Spreads Technical Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

Capesize July-21 v Q3-21



Support	Resistance	Current Price	Bull	Bear
S1	R1	1,1774	RSI above 50	Stochastic oversold
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- RSI is above 50 (53)
- Stochastic is oversold
- Price is between the 8—21 period EMA’s which are flat, the RSI is at 50. Both the EMA’s and the RSI indicate a lack of trend in the market
- Downside moves that hold at or above the USD 429 level would support the longer-term bullish trend, below this level the trend becomes neutral
- Upside moves that fail at or below the USD 3,000 level would warn of the potential for further technical weakness
- The RSI is above 50 with the stochastic in oversold territory, momentum is warning that there is a potential test to the upside. However if the RSI goes below and stays below 50 the oversold stochastic becomes less relevant
- The trend is technically bullish but potentially in a transition phase to the downside, based on the flat EMA’s and the rejection of the USD 2,129 resistance. Corrective moves that close below the USD 933 level would warn the USD 429 support could come under pressure. However, downside moves that hold above the USD 933 level would imply buying momentum remains in place, suggesting resistance levels could be tested

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association (“NFA”). Freight Investor Services PTE Ltd (‘FIS PTE’) is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC (‘FIS DMCC’) is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at www.freightinvestorservices.com

FIS Cape Spreads Technical Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

Capesize Q3-21 v Q4-21



	Support	Resistance	Current Price	Bull	Bear
S1	5,915	R1	6,912	RSI above 50	Stochastic overbought
S2	4,824	R2			
S3	3,957	R3			

Source Bloomberg

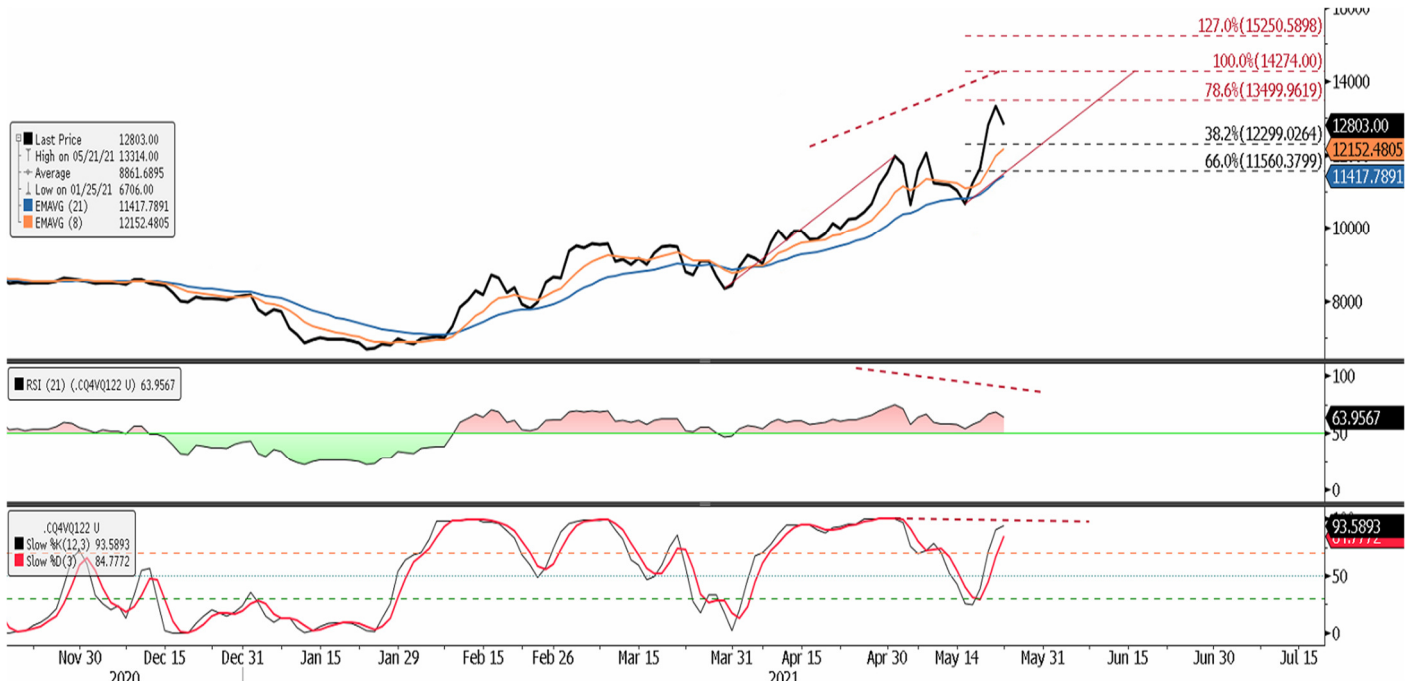
Synopsis - Intraday

- RSI is above 50 (61)
- Stochastic is overbought
- Price is above the 8 –21 period EMA’s
- Price is above all key moving averages with the futures making higher highs and higher lows, indicating the technical is bullish
- The futures have held at the USD 7,831 resistance and entered a corrective phase. Downside moves that hold above the USD 5,915 level would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral
- The RSI is above 50 with the stochastic overbought, both momentum indicators are showing a negative divergence with price. The divergence is a warning of the potential for a momentum slowdown, it is not a sell signal in its own right.
- Technically in a bullish trending environment, the dual divergence with the stochastic and RSI means the spread is not considered a technical buy at these levels, as we now have the potential to test and break key support at USD 5,915

FIS Cape Spreads Technical Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

Capesize Q4-21 v Q1-22



	Support	Resistance	Current Price	Bull	Bear
S1	12,299	R1	12,803	RSI above 50	Stochastic overbought
S2	11,985	R2			
S3	11,560	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (63)
- Stochastic is overbought
- Technically bullish with price making higher highs and higher lows. The futures are above the 8—21 period EMA's with the RSI above 50
- Price is holding at the USD 13,499 resistance having produced a lower close yesterday. Downside moves that hold at or above the USD 11,560 support would keep the spread in bullish territory, below this level the pullback is considered as deep and the technical phase neutral. Key fractal support is at USD 10,657, a close below this level would create a lower low in the market meaning the technical would be considered as bearish
- Like the Q3 v Q4 spread we have a dual negative divergence between the momentum indicators and price. The divergence is less pronounced but warns we have the potential for a momentum slowdown soon
- Technically bullish but not considered a technical buy due to the divergence. Key support to follow is USD 11,560 as below it would warn that the 10,657 support could be tested

FIS Cape Spreads Technical Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

Capesize Cal 22 v Cal-23



Support		Resistance		Current Price	Bull	Bear
S1	2,625	R1	3,200	3,100	RSI above 50	Stochastic overbought
S2	2,500	R2	3,330			
S3	2,321	R3	3,587			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Like the rest of the spread complex the futures remain in a bullish trend above all key moving averages with the RSI above 50. However, we have the same negative divergence in play between price and the RSI, warning of the potential for a momentum slowdown
- Downside moves that close below the USD 2,500 level would create a lower low in the market indicating we could test the USD the support zone between USD 2,321—USD 1,682
- Downside moves that hold at or above the USD 1,682 level would support the longer-term bull trend, below this level the pullback is considered as deep and the technical phase neutral
- Upside moves above the USD 3,200 level have the potential to trade as high as the USD 3,844 level. However, due to the negative divergence, upside moves that make a new high would not be considered a technical buy

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at www.freightinvestorservices.com