

FIS Capesize Technical Report

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

Index

Having held at the upper end of our resistance the futures have entered a corrective wave 4. Downside moves that hold above the USD 27,333 level would support a bull argument; likewise, upside moves that fail at or below the USD 40,697 level would leave the technical vulnerable to further tests to the upside. Wave analysis would suggest we are in a countertrend wave 4 at this point with the potential to test upside resistance going forward.

May 21

The futures have now entered in what looks like a countertrend wave 4. Downside moves that hold above the UD 28,210 level would support a bull argument, warning that upside resistance levels could be tested and broken, below this level the pullback is considered as deep and the technical phase neutral. Upside moves that fail at or below the USD 41,160 level would imply the technical remains in a corrective phase and vulnerable to further tests to the downside. The RSI is holding above the 50 level with the stochastic at 39, if the stochastic goes below 30 and the RSI is holding around the 50 level then momentum will be vulnerable to a test to the upside.

Q3 21

Having surpassed our near-term upside target the futures have entered a corrective wave 4 of this phase. Price is now on the top of the Fibonacci support zone with key support market at USD 27,465. Downside moves below this level will take the technical into a neutral phase based on the depth of the pullback. Upside moves that close above the USD 32,799 level would imply that momentum is improving based on price. Technically bullish but in a corrective wave at this point.

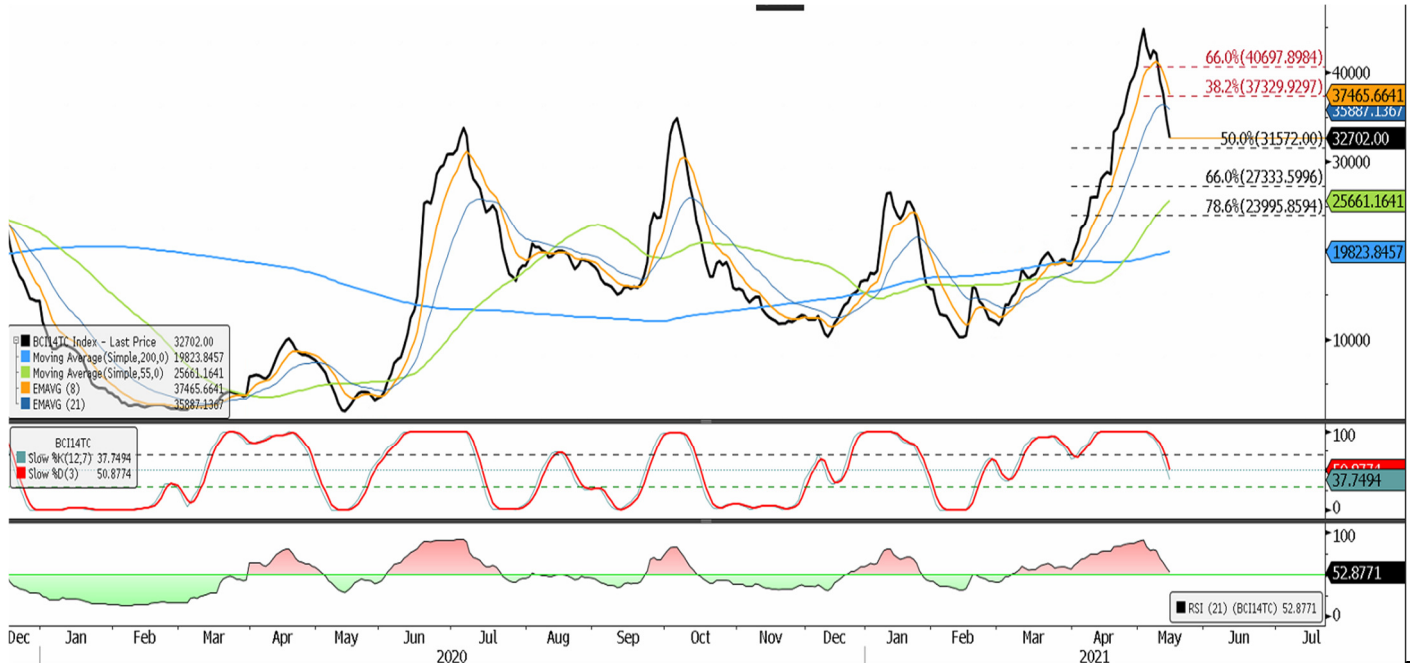
Cal 22

Like the rest of the cape complex the futures look to have entered a corrective wave 4 of a bullish Elliott wave cycle. Downside moves that hold at or above the USD 18,479 level will support a bull argument whilst below this level the pullback is considered as deep. A close above the USD 20,815 level would warn that momentum is improving based on price implying we could see resistance levels come under pressure.

FIS Capesize Technical Report

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

Capesize Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	32,702	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

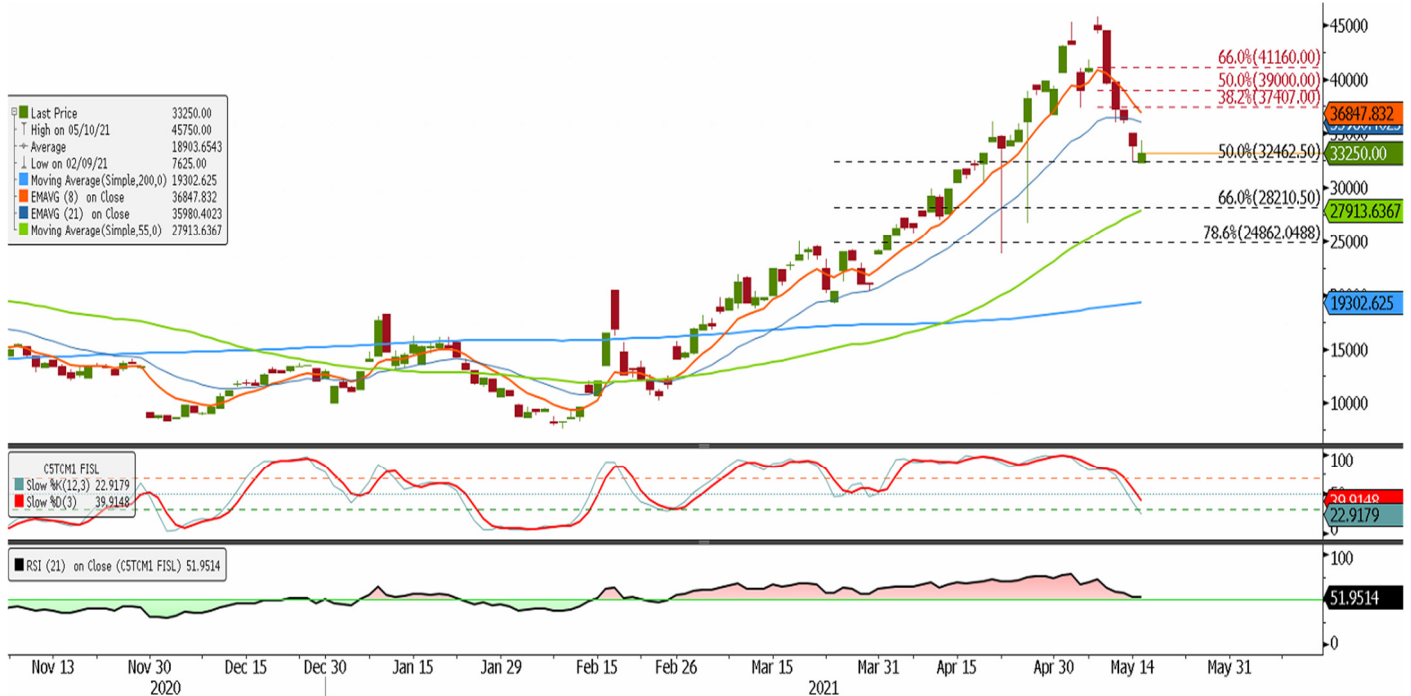
- Price is below the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is at 50
- The index traded to our tertiary resistance at USD 44,764 (high USD 44,817) before entering into a corrective phase.
- Price is now below the 8—21 period EMA's with the RSI is above 50 with the stochastic now neutral. Price has now entered the Fibonacci support zone, downside moves that hold at or above the USD 27,333 level would support a pull argument, below this level the pullback is considered as deep and the technical phase neutral
- Upside moves that fail at or below the USD 40,697 level would leave the technical vulnerable to further tests to the downside, above this level the corrective phase is neutralised
- A close above the USD 38,287 level would indicate that momentum is increasing based on price, warning that upside resistance levels could be tested
- Our Elliott wave analysis would indicate we are in a corrective wave 4 of this phase, suggesting there is the potential for another bull wave within this part of the cycle

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 Capesize Technical Report

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

Capesize June 21 (1 Month forward)



Support	Resistance	Current Price	Bull	Bear
S1	R1	33,250	RSI above 50	
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- RSI is above 50 (52)
- Stochastic is below 50
- Price is below the 8 –21 period EMA’s
- Price is in a bullish trending environment with the futures above all key moving averages
- On the last report we noted that the futures had the potential to test our upside target at USD 43,040. The futures traded above this level to a high of USD 45,750
- The futures have now entered a corrective wave 4 of this phase with price testing the USD 32,462 support on the open. Downside moves that hold at or above the USD 28,210 level would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral
- A close above the USD 33,952 level would indicate that momentum is improving based on price, suggesting upside resistance levels could be tested. However, upside moves that fail at or below the USD 41,160 level will remain vulnerable to further tests to the downside
- Technically corrective, based on Elliott wave analysis this looks to be a countertrend move

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 Capesize Technical Report

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

Capesize Q3 21



	Support	Resistance	Current Price	Bull	Bear
S1	31,586	R1	33,410	RSI above 50	Stochastic overbought
S2	29,837	R2	34,143		
S3	27,465	R3	35,137		

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA
- RSI is above 50 (58)
- Stochastic is above 50
- On the last report we noted that the futures had entered either a new bull cycle on a lower timeframe or a wave extension with a potential upside target at USD 32,526. The futures moved higher, trading through our target to a high of USD 37,250. Price has now entered a corrective phase with the futures between the 8—21 period EMA's
- Upside moves that fail at or below the USD 35,137 level would warn of the potential for further technical weakness. Likewise, downside moves that hold at or above the USD 27,465 level would support a longer-term bull argument, below this level the pullback would be considered as deep and the technical phase neutral
- A close on the daily candle above the USD 32,799 level would indicate that momentum is improving based on price
- Elliott wave analysis would indicate we are in a countertrend wave 4, meaning the longer-term cycle is still considered as bullish. Key support is at USD 27,465

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 Capesize Technical Report

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

Capesize Cal 22



	Support	Resistance	Current Price	Bull	Bear
S1	20,035	R1	20,500	RSI above 50	
S2	19,375	R2			
S3	18,479	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (60)
- Stochastic is at 50
- The near-term upside target of USD 20,659 has been achieved with the futures trading to a high of USD 22,175.
- The futures have now entered a corrective wave 4 on a higher timeframe with price now between the 8—21 period EMA's
- The RSI is holding in bull territory with the faster moving stochastic at 50. If the stochastic goes below 30 with the RSI holding above 50 then we could potentially see a momentum slowdown. Downside moves that hold at or above the USD 18,479 level will support a bull argument; Likewise, upside moves that fail at or below the USD 21,605 level would warn that we remain in a corrective phase with the potential for further tests to the downside
- Technically corrective in what looks to be an Elliott wave 4, suggesting the move should be considered as countertrend at this point