

FIS Capesize Technical Report

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

Index

The index is in bullish territory with price making new highs supported by momentum, key support is unchanged at USD 24,973, price is bullish above this level and neutral below. The RSI is now at 62 and entering a key area, as highlighted previously, upside moves on the RSI above 64 have the potential to set the index up for a bull run.

Sep 21

The futures have entered bull territory with price making a higher high. The recent upside move is greater in time than previous upside moves within this corrective phase, warning the technical footprint is improving from a momentum perspective. Upside moves above the USD 41,250 will target the USD 44,500—USD 45,750 resistance zone. Key support is at USD 33,250, below this level the futures will have made a lower low and be considered as bearish.

Q4 21

Technically bullish but trading slightly lower into the month end. Upside moves above the USD 36,750 high will target the USD 38,411 and USD 41,450 resistance levels. The new high will create a negative divergence, this is not a sell signal as they can and do fail, a classic example is in play now as price has been in divergence for the last USD 7,000. Downside moves that hold at or above the USD 33,367 level will support a bull argument, below this level the pullback is considered as deep and the technical phase bullish to neutral. Price needs to trade below the USD 31,625 level to be considered as bearish.

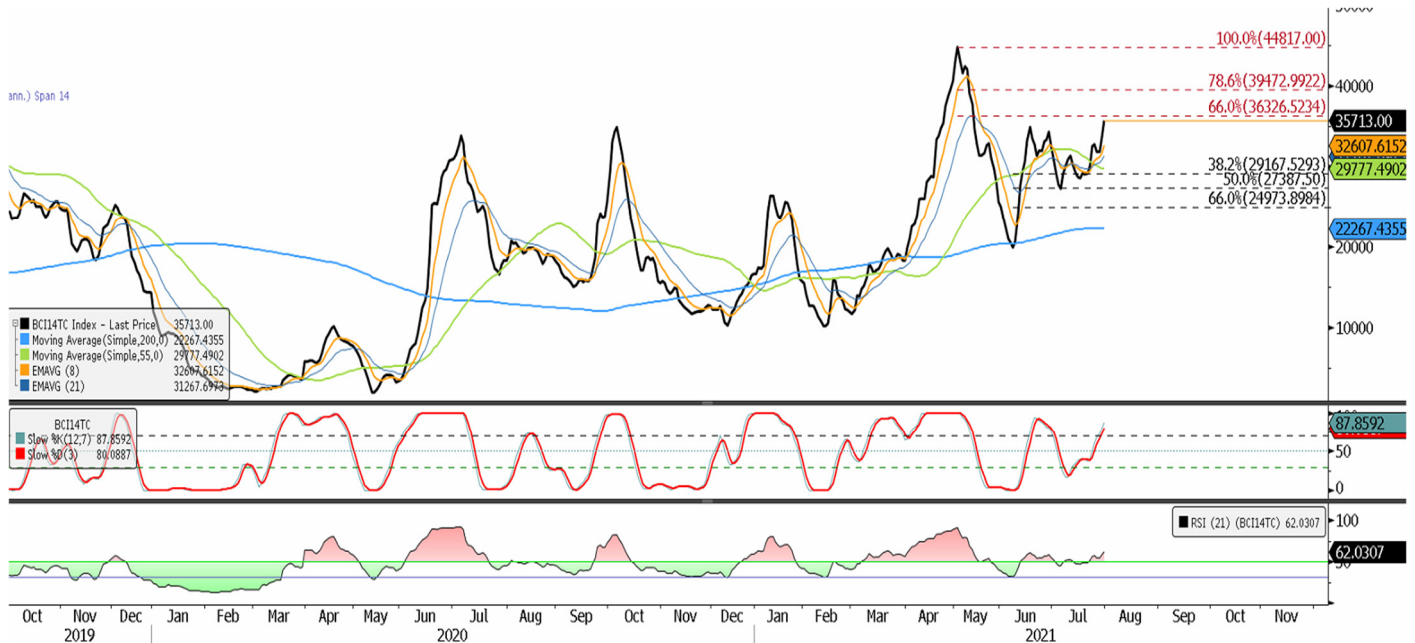
Cal 22

The futures are now considered as near-term neutral due to the downside move below the USD 22,299 level. Upside moves above the USD 24,300 would support a bull argument suggesting the USD 25,275—USD 25,500 resistance levels could be tested. **Unchanged.** Flattening averages indicate a lack of trend in the market with the RSI at 53 near neutral with a stochastic in overbought territory suggesting the technical is vulnerable to a test to the downside. Key focus next week will be on the Index and its RSI, if that pushes, the futures will follow.

FIS Capesize Technical Report

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

Capesize Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	35,713	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (62)
- Stochastic is overbought
- On the last report we noted that momentum was improving based on price with the index needing to trade above the USD 36,266 level to create a higher high in line with the fractal footprint of the market. The index moved higher and is now at USD 35,713 with price above all key moving averages and the RSI above 50
- Upside moves above the USD 36,326 level will target the USD 39,472 and USD 44,817 resistance levels
- The corrective move lower has already held above the USD 24,973 level supporting a bull argument. This remains a key support level, downside moves that hold at or above this level will continue to support a bull argument, below this level the pullback would be considered a deep and the technical phase neutral
- The RSI is at 62, we know from previous reports that 62-64 is a key resistance levels, upside moves that trade above this resistance zone would further enhance a bull argument and open the index up for a possible bull momentum run

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 Sep 21 (1 Month forward)



	Support	Resistance	Current Price	Bull	Bear
S1	33,250	R1	38,750	RSI above 50	Stochastic overbought
S2	31,050	R2			
S3	28,000	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above all key moving averages
- RSI is above 50 (54)
- Stochastic is overbought
- On the last report we noted that momentum had turned bullish but price needed to trade above the USD 38,125 level. We also noted that a technical pullback is likely to be 1-2 days based on the momentum placement. Price Pulled back for two days, the August and Sep have now traded above the USD 38,125 level, taking the technical into bullish territory.
- Price (Sep) is above all key moving averages with a near-term upside resistance at USD 41,250, above this level the futures will target the USD 44,500 and USD 45,750 resistance levels
- Downside moves that trade below USD 33,250 would create a lower low in the market indicating the technical is entering a corrective phase
- The upside move traded a nine candle bull run to the high of USD 38,250 before entering a two day corrective phase, this is longer in time then any upside move since the bull run ended on the 10/05/21. After the short pullback we are now making a higher high, warning the futures could be about to enter another bull phase. The index RSI will be key to this going forward

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 Q4 21 (rolling front quarter)



	Support	Resistance	Current Price	Bull	Bear
S1	34,187	R1	36,750	RSI above 50	Stochastic overbought
S2	33,367	R2	38,411		
S3	32,721	R3	41,450		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (56)
- Stochastic is overbought
- The futures remain in a bull trend as it continues to make higher highs and higher lows. Price remains above all key moving averages whilst the RSI is holding above 50
- Downside moves that close below the USD 35,169 level would warn that momentum is weakening based on price. However, corrective moves lower that hold at or above the USD 33,367 level would support a bull argument. Below this level the pullback is considered as deep and the corrective phase neutral
- Upside moves above the USD 36,750 level will target the USD 38,411 and potentially the USD 41,450 resistance levels. A new high will create a negative divergence with the RSI, this is not a sell signal it is a warning of the potential for a momentum slowdown
- Technically bullish with a potential divergence ahead. It is worth noting that we started diverging at USD 28,375 making it entirely possible that resistance levels could be tested. Downside moves need to trade below the USD 31,625 level to be considered as bearish.

FIS Capesize Technical Report

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

Capesize Cal 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,569	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- From a technical perspective little has changed since last week. The near-term technical pullback below the USD 22,299 level was deep but price remains above key longer-term support at USD 19,550. Price is above all key moving averages which have now converged indicating a lack of trend in the market.
- Upside moves above the USD 23,875 level will target the USD 24,300, above this level would support a bull argument. The futures would then target the USD the 25,275 and USD 25,500 resistance levels
- Downside moves below the USD 22,700 level will target the USD 21,750 and USD 20,992 support levels.
- Neutral near-term, bullish longer-term, market longs will want to see the Cal trade above the USD 24,300 level to signal further upside momentum