

FIS Capesize Technical Report

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Index

Technically bullish with price warning early last week that momentum was turning to the buyside. Price has now made a new high creating a negative divergence with the RSI, warning of the potential for a momentum slowdown. Elliott wave analysis would imply we have a potential upside target as high as USD 60,063, above this level we target the USD 63,887, which is the 161.8% Fibonacci projection of the 2020 move projected from the 2021 low. Having made a new high, the minimum requirement for phase completion (Elliott wave-5) has been met, corrective moves below USD 44,969 will take the technical into a neutral phase whilst below USD 40,518 the index would be considered as bearish, suggesting we have seen completion of an extended wave-3.

Oct 21

A bullish Harami pattern resulted in an upside move that put price above the USD 41,421 level, indicating buyside momentum was improving. A downside move today is warning we have the potential to enter a corrective phase. corrective moves that hold at or above USD 39,910 will support a bull argument, below this level the technical is considered as neutral. Technically bullish, the current candle is negative with price below the daily pivot level, USD 44,272 is key today, if we close below it, we could come under further pressure tomorrow.

Q4 21

The futures have made a higher high, meaning we are once again in bullish territory; however, a negative candle today has price testing the USD 38,546 support, below this level would imply that momentum is weakening based on price. Downside moves below USD 32,458 would create a lower low, indicating we remain in a complex corrective wave 4. Key support is at USD 24,303, downside moves that hold this level remain in bull territory, below this level the longer-term technical is considered as neutral. Elliot wave analysis would suggest we have the potential to trade as high as USD 53,316 within this wave.

Cal 22

Technically bullish, however a negative divergence on a new high in conjunction with a bearish Harami candle pattern is warning we have the potential to enter a corrective phase. Key support levels are USD 24,217 and USD 23,350.

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Capesize Index



	Support	Resistance	Current Price	Bull	Bear
S1	48,608	R1	56,331	RSI above 50	
S2	47,063	R2	60,063		
S3	44,969	R3	63,887		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (68)
- Stochastic is oversold
- The downside move failed to test the 55-period MA, the close above USD 42,124 warned that downside momentum was slowing whilst the close above USD 45,305 indicated that buy-side momentum was improving based on price. The upside move above USD 47,713 signaled that the futures had the potential to trade above the USD 51,472 high.
- The index remains technically bullish with price above all key moving averages, however the RSI is in divergence. The divergence is not a sell signal it is a warning that we have the potential for a momentum slowdown
- Corrective moves that hold at or above the USD 44,969 level would support a bull argument, below this level the pull-back is considered as deep and the technical phase neutral
- Elliott wave analysis would suggest that we are on wave 5 of this phase. Using Fibonacci projection levels, we have a potential upside target as high as USD 60,063, if broken we target the USD 63,887

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Capesize Oct 21 (1 Month forward)



Support		Resistance		Current Price	Bull	Bear
S1	43,107	R1	45,825	44,925	RSI above 50	Stochastic overbought
S2	41,750	R2	48,500			
S3	39,910	R3	49,715			

Source Bloomberg

Synopsis - Intraday

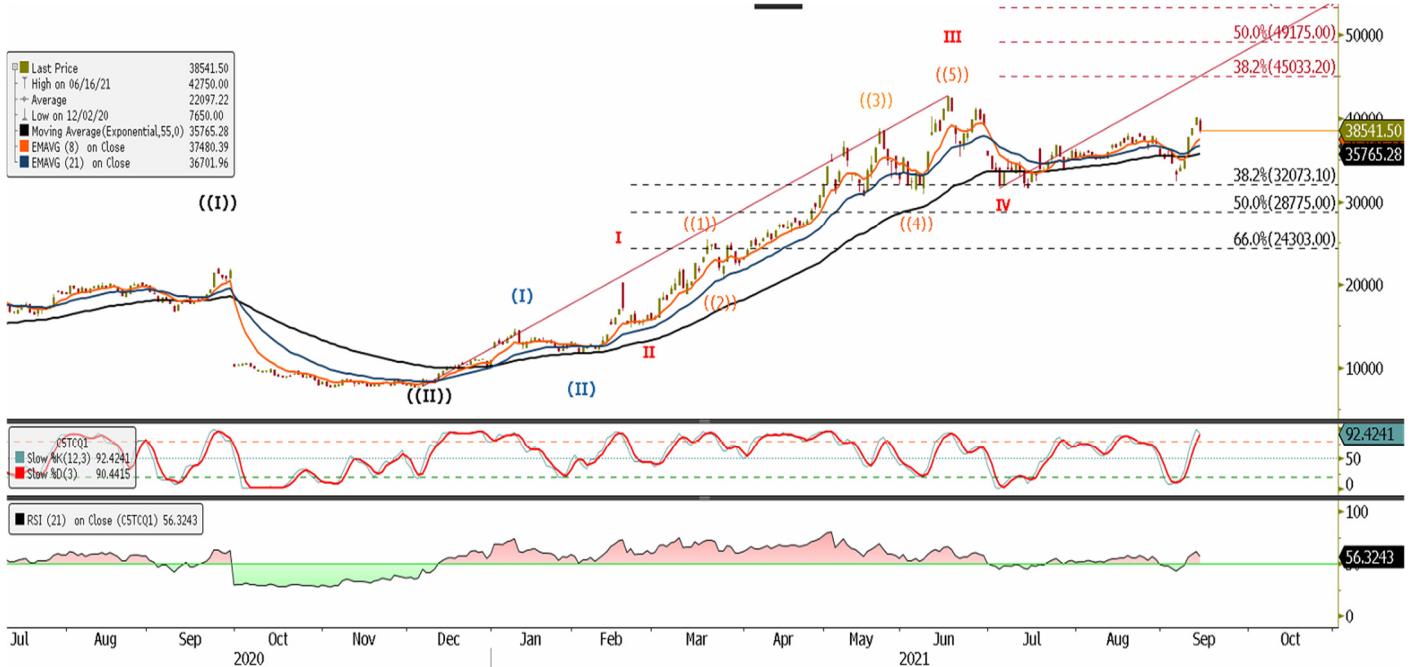
- Price is above the 8-21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- The bullish Harami pattern last week warned that we could see an upside move targeting the USD 41,421 level. Price traded above the resistance signalling that buy-side momentum was gaining in strength. Price is above all key moving averages supported by the RSI above 50
- The currently daily candle has produced a lower high and lower low warning we could be entering into a corrective phase. A close below USD 44,272 would indicate that momentum is weakening based on price, leaving the futures to target the USD 40,928 level. Downside moves that close below USD 40,928 will target the USD 39,910 level, corrective moves that hold this level will support a longer-term bull argument but below the support the technical is considered as neutral
- Upside moves above USD 47,500 level will target the USD 48,500 high
- Technically bullish the futures need to hold 44,272 in the near-term momentum will seem to be weakening based on price

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Capesize Q4 21 (rolling front Qtr)



	Support	Resistance	Current Price	Bull	Bear
S1	38,456	R1	42,750	RSI below 50	Stochastic overbought
S2	36,045	R2	45,033		
S3	32,073	R3	49,175		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is above 50 (56)
- Stochastic is overbought
- On the last report price was technically bearish on the back of a lower low in the market, however price traded above the USD 35,551 level indicating momentum was improving based on price, before trading above of key resistance at USD 36,724. The futures have now made a higher high meaning the technical is considered as bullish, price is above the 8-21 period EMA's with the RSI above 50
- A bearish candle today has price nearing the USD 38,456 support, a close below this level would indicate that momentum is weakening based on price warning the USD 36,045-USD 32,073 support levels could be tested. However, the technical remains in bull territory above USD 24,303, below this level the technical is considered as neutral
- Price has broken fractal resistance implying the technical is potentially in a bullish wave -5; however, corrective moves below USD 32,458 would suggest we are still in a complex corrective wave 4
- Technically bullish, Elliott wave analysis would suggest we are in a bullish wave-5 with a potential upside target as high as USD 53,316

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Capesize Cal 22



	Support	Resistance	Current Price	Bull	Bear
S1	24,625	R1	25,974	RSI above 50	Stochastic overbought
S2	24,217	R2	27,125		
S3	23,895	R3	28,576		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- On the last report we noted that momentum warned that we have the potential for a test to the upside, price traded above the USD 24,146 level indicating that momentum was improving based on price. The Upside move did trade above the USD 25,500 level to create a negative divergence.
- The futures have seen a negative day today with the futures creating a bearish Harami pattern, warning we have the potential to see lower pricing tomorrow, this will need confirmation on the candle close.
- Near-term support is at USD 24,996, a close below this level would signal momentum is weakening based on price; however, corrective moves lower that hold at or above USD 24,217 will support a bull argument, below this level the pullback is considered as deep and the technical phase neutral.
- USD 23,350 is the key fractal support, below this level the futures will be considered as bearish on the back of a lower low in the market