

FIS Capesize Technical Report

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Index

As noted last week the index had entered a bullish wave-5 of this phase with a near-term upside target at USD 60,003. Price has moved higher with the index now testing the USD 56,331 level, the RSI is in divergence warning we have the potential for a momentum slowdown soon. Corrective moves lower that hold at or above the USD 45,873 level will support a bull argument, below this level the pullback is considered as deep and the technical phase neutral.

Oct 21

The trend remains technically bullish with price looking like it is on a 5th wave of this phase, near-term resistance/target is at the USD 48,500 high. Corrective moves lower that hold at or above the USD 39,910 level will support a bull argument, below this level the pullback is considered as neutral. Above USD 48,500 the futures will have achieved the minimum requirement for wave completion, at this point we also have the potential for a negative divergence with the RSI.

Q4 21

From a technical perspective little has changed since the last report, price is above all key averages with the RSI above 50 supporting a bullish trending environment. An upside move above the USD 42,750 is needed to confirm that price is on a bullish 5th wave of the Elliott cycle. Using the William approach, we have revised our near-term upside target for this phase down to USD 50,814, from USD 53,316. Corrective moves lower remain bullish above USD 24,303 and neutral below.

Cal 22

The downside move in the futures has held above the USD 24,217 support, below this level the pullback is considered as deep and the technical phase neutral. Below the USD 23,350 level the futures will have made a lower low and be considered as bearish. Technically bullish but in divergence having confirmed we are on a bullish wave-5 of this phase as we had previously made a higher high.

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Capesize Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	56,269	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 (69)
- Stochastic is overbought
- On the last report we noted the futures had entered a 5th wave of this phase with price targeting the USD 60,063 resistance. Price continues to move higher with the index now testing the USD 56,331 resistance
- Corrective moves that close below the USD 52,871 level would indicate that momentum is weakening based on price. However, corrective moves lower that hold at or above the USD 45,873 level will support a bull argument, below this level the pullback is considered as deep and the technical phase neutral.
- The index remains bullish above USD 40,518 and bearish below
- Technically bullish and in trend, the RSI continues to show a negative divergence with price, not a sell signal it does warn of the potential for momentum slowdown.

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Capesize Oct 21 (1 Month forward)



Support		Resistance		Current Price	Bull	Bear
S1	43,107	R1	48,500	46,500	RSI above 50	Stochastic overbought
S2	41,750	R2	49,715			
S3	39,910	R3	53,450			

Source Bloomberg

Synopsis - Intraday

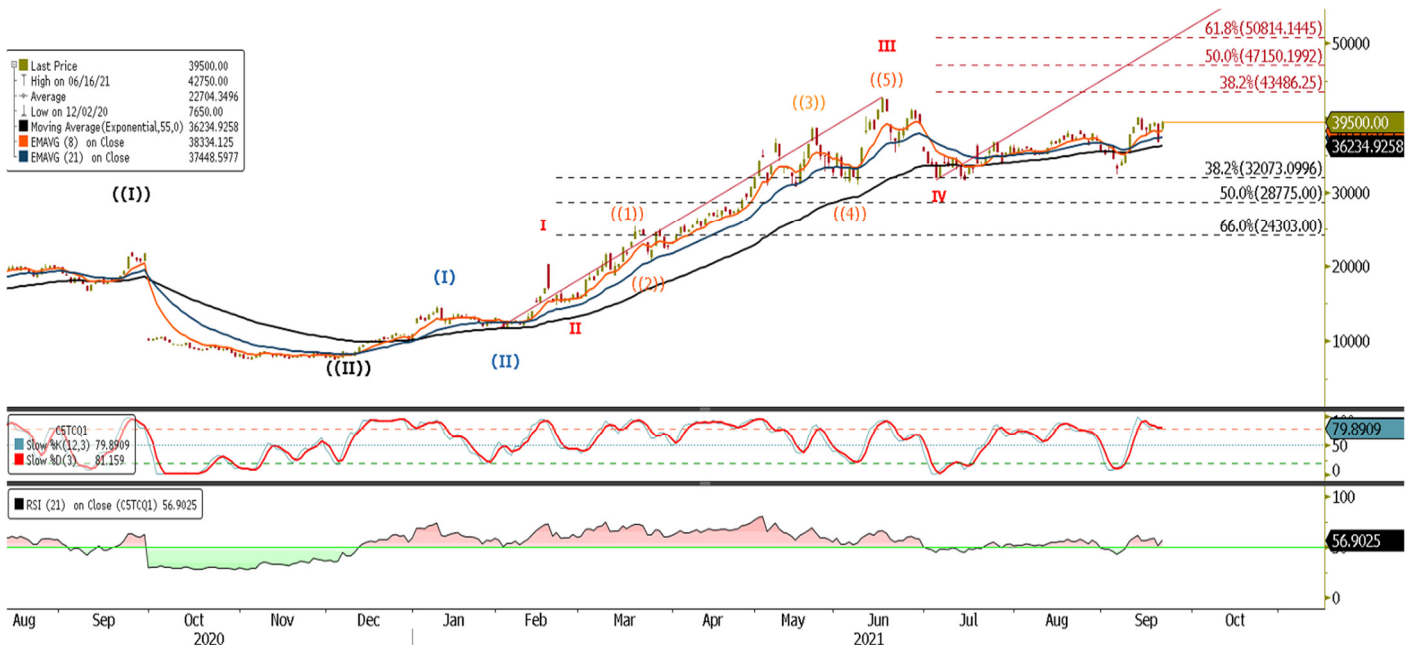
- Price is above the 8-21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- As noted last week the futures appeared to be in the early stages of a corrective phase, resulting in price trading to a low of USD 42,500. The futures have opened today above the middle of yesterday's bear candle, warning we are seeing a change in momentum. The futures have moved USD 4,000 higher from yesterday's close, suggesting the USD 47,500—USD 48,500 resistance zone could be tested
- Downside moves that close below USD 44,503 would warn that momentum is weakening based on price, warning that the USD 42,500—USD 39,910 support zone could be tested. If support holds then the technical remains in bull territory, if broken it is considered as neutral
- Technically bullish, we look to be on wave 5 of this phase suggesting the USD 48,500 high should be tested and potentially broken

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Capesize Q4 21 (rolling front Qtr)



	Support	Resistance	Current Price	Bull	Bear
S1	38,536	R1	42,750	RSI below 50	Stochastic overbought
S2	36,051	R2	43,486		
S3	32,073	R3	47,150		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (56)
- Stochastic is overbought
- We noted on the last report that we remained technically bullish with price looking to be in wave 5 of this phase. We did see a weakening of price but the corrective move lower has held above the USD 36,045 support. Price is above all key moving averages, supported by the RSI above 50
- Upside moves above the USD 42,750 high will target the USD 43,486 level, our near-term upside target based on wave analysis has been revised down to USD 50,814 for this phase
- A close on the daily candle below USD 38,536 would warn that momentum is weakening based on price; however, downside moves that hold above the USD 24,303 level will keep the technical in bull territory, below this level the pull-back is considered as deep and the technical phase neutral.
- The futures remain technically bullish but need to trade above the USD 42,750 level to confirm that it is a bullish wave-5

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Capesize Cal 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,125	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- The USD 25,974 resistance continues to hold with price testing downside support levels. USD 24m217 is the key support and this remains intact, at this point the technical is considered as bullish but in a corrective phase, below our key support it is considered as neutral
- Upside moves that close above the USD 25,525 level would warn that momentum is improving based on price, warning that the USD 25,988 high could be tested.
- Downside moves below the USD 23,350 low will create a lower low in the market and be considered as technically bearish
- The trend is bullish but has already achieved the minimum requirement for phase completion making USD 23,350 a key support to follow in the near-term.