

# FIS Capesize Technical Report

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

## Index

There is an argument that we have seen cycle completion on the index with the move between Feb-May being the wave-3 followed by an extended wave 5 (Jun—Oct). Our Elliott wave analysis would suggest that the move between Dec—20—Jan-21 is part of a corrective phase, with Feb—May move being the start of the new cycle. We see this move as corrective not bearish with key support at USD 56,305 and USD 40,518.

## Nov 21

The futures have created a deep pullback meaning the trend is considered as neutral/bullish, below USD 47,500 price will have created a lower low meaning we have entered the corrective wave 4 of a larger cycle. If the futures hold above the USD 47,500 level, then we still have the potential for another test to the upside. Key resistance is at USD 60,207, upside moves that fail at or below this level remain vulnerable to further tests to the downside, above this level price will target the USD 66,625 high. Downside moves below USD 47,500 will target the USD 42,336 support.

## Q1 22

The longer-term trend remains bullish with the futures looking like they are potentially in a corrective wave 4 of the phase that started on the 06/09/21. Downside moves that hold above the USD 22,054 level will support a bull argument, price is only considered as bearish below USD 18,000. Upside moves that trade above the USD 29,925 will have a potential upside target at USD 32,619.

## Cal 22

The futures have entered a consolidation/corrective phase. Downside moves that hold at or above the USD 25,526 will support a bull argument, below this level the technical is considered as neutral/bullish. intraday Elliott wave analysis would suggest we are in a corrective wave 4 of this phase suggesting we still have the potential to test the USD 29,750 high.

# FIS Capesize Technical Report

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

## Capesize Index



	Support	Resistance	Current Price	Bull	Bear
S1	69,214	R1	74,540	RSI above 50	Stochastic overbought
S2	63,735	R2			
S3	56,305	R3			

### Synopsis - Intraday

Source Bloomberg

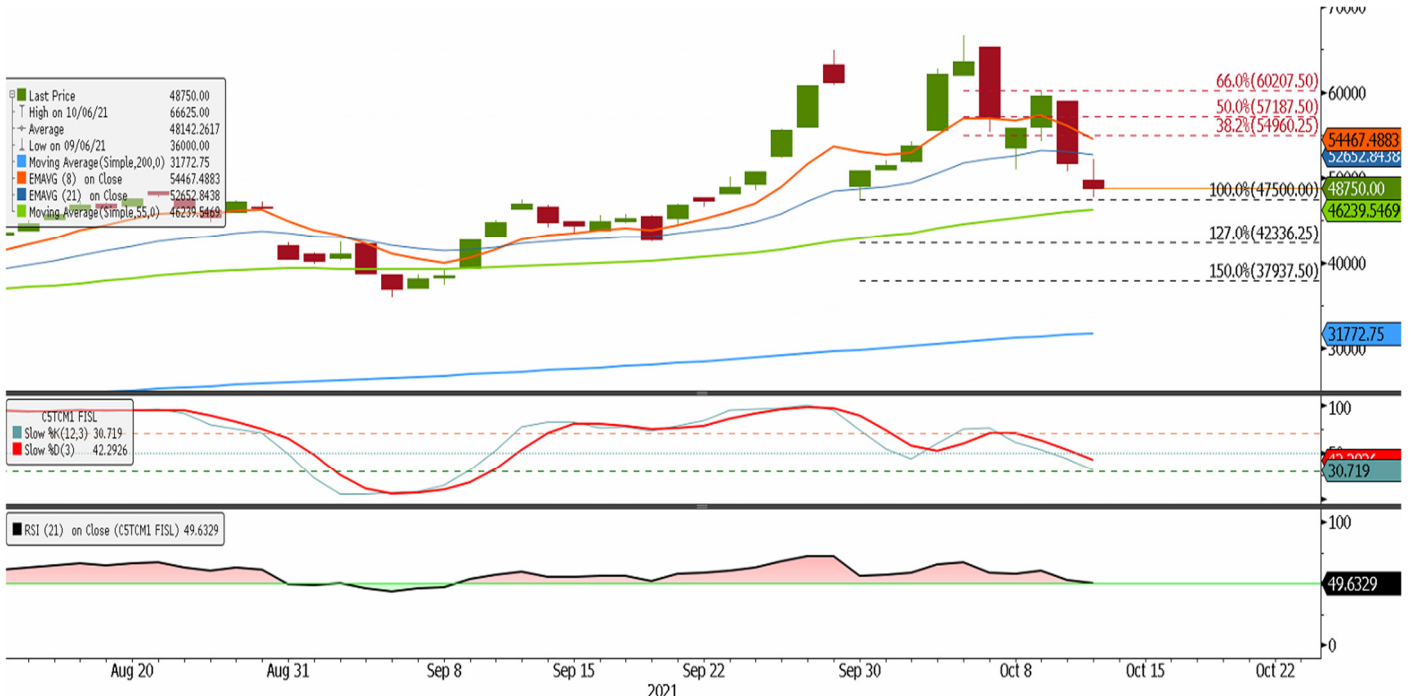
- Price is between the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- The index traded to a high of USD 86,953 before entering a corrective phase. Price is between the 8—21 period EMA's with the RSI above 50
- Near-term support is at USD 69,214; however, corrective moves lower that hold at or above USD 56,305 will support a bull argument, below this level the pullback is considered as deep, meaning the technical is considered as neutral bullish rather than bullish
- Downside moves below the USD 40,518 level will be below the base of the current wave 3 meaning the Elliott wave cycle has failed
- The Elliott wave cycle is technically bullish, the question is have we seen a cycle completion with an extended 5th wave, In my opinion the upside moves has been too powerful to be a wave-5, I believe based on our Elliott wave analysis we are still in the extended wave 3

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](http://www.freightinvestorservices.com)

# FIS Capesize Technical Report

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

## Capesize Nov 21 (1 Month forward)



	Support	Resistance	Current Price	Bull	Bear
S1	47,500	R1	48,750		RSI below 50
S2	42,336	R2			
S3	37,937	R3			

Source Bloomberg

### Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is below 50 (49.8)
- Stochastic is below 50
- The upside move in the futures created a new high and with it a negative divergence, price has entered a corrective phase resulting in a deep pullback. The technical is considered as neutral bullish. Price is below the 8-21 period EMA's with the RSI around the 50-level, meaning it is currently neutral
- Downside moves that trade below USD 47,500 would create a lower low and be considered as bearish
- Upside moves that fail at or below the USD 60,207 would leave the technical vulnerable to further tests to the downside, above this level the futures will target the USD 66,625 high
- The technical is holding in bull territory, if we trade below the USD 47,500 level then we are entering a longer-term wave 4, if we hold above this level we still have the potential for further tests to the upside in this phase

# FIS Capesize Technical Report

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

## Capesize Q1 21



	Support	Resistance	Current Price	Bull	Bear
S1	25,369	R1	27,500	RSI above 50	Stochastic overbought
S2	23,962	R2			
S3	22,054	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (81)
- Stochastic is overbought
- The futures have entered a corrective phase within the longer-term bull trend, price is above the 8-21 period EMA's with the RSI above 50
- Downside moves that hold at or above the USD 22,054 level will support a bull argument, below this level the pullback is considered as deep meaning the technical phase neutral/bullish
- Below USD 18,000 price will be break the fractal support at the base of the current Elliott wave 3, the technical would then be considered as bearish
- Upside moves above the USD 29,925 high will target the USD 31,212 level with the potential to trade as high as 32,619
- The futures are in a corrective/consolidation phase in what looks to be an Elliott wave 4 of the move that started on the 06/09/21, this would suggest the downside moves should be considered as countertrend

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](http://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	R1	28,175	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
- The trend remains technically bullish with the futures making news highs. Price remains above all key moving averages supported by the RSI above 50
- The futures are now in a consolidation phase, upside moves above USD 29,750 will target the USD 30,150—USD 31,448 resistance levels
- Downside moves that hold above the USD 25,526 level will support a bull argument
- Intraday Elliott wave analysis would suggest we are on a corrective wave-4 of this phase suggesting we have the potential for a further tests to the upside targeting the USD 29,750 high.

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](http://www.freightinvestorservices.com)