



# Capesize Technical Report

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## Index

Technically bearish with price below all key moving averages supported by the RSI below 50. The new low means we now have a positive divergence with the RSI and the stochastic, not a sell signal it does warn of the potential for a momentum slowdown. Upside moves that close above USD 30,668 would mean that momentum is improving based on price; however, the technical remains bearish below USD 43,030.

## Jan 22

The technical is bearish, the futures have made a new low. However, we now have a positive divergence with the RSI with price showing signs that it is slowing down, technically bearish but not a technical sell at this point. Upside moves that fail at or below USD 24,890 remain vulnerable to further tests to the downside.

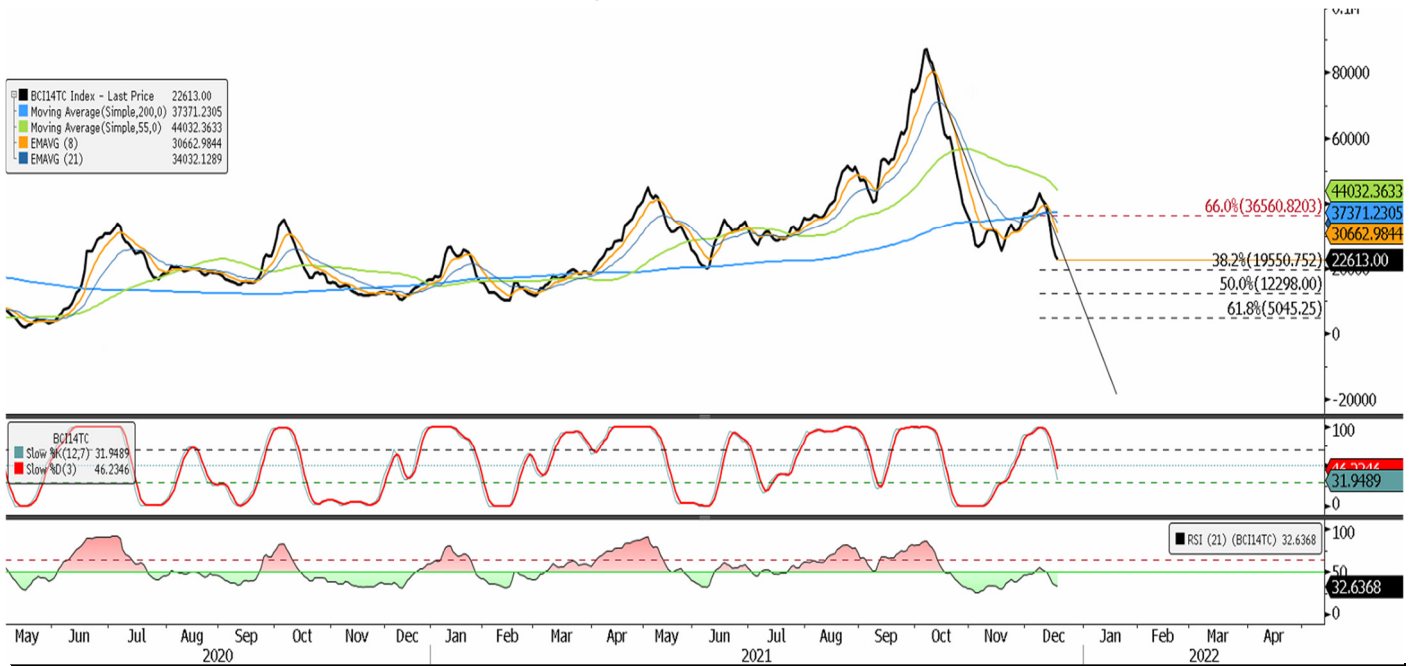
## Q1 22

The futures have traded below the USD 15,833 fractal support, the technical is now bearish. Downside moves below the USD 15,400 level will target the USD 12,925 low, a close above USD 17,136 will indicate that momentum is improving based on price. Upside moves that fail at or below USD 18,650 remain vulnerable to a test to the downside, above USD 20,325 the technical is bullish. Technically bearish, we did have a bullish support candle on the 15/12/21, if we trade below the low the technical has the potential to weaken further.

## Cal 22

The technical is neutral bullish with a bullish rejection candle on the 15/12/21. If we trade below the low of this candle (USD 20,650) then the probability of the USD 20,300 fractal support being broken to take the technical into bear territory will increase. Upside moves above USD 23,275 would warn that the USD 24,587.5 high could be tested.

# Capesize Index



	Support	Resistance	Current Price	Bull	Bear	
S1	19,845	R1	22,613		RSI below 50	
S2	19,550	R2				33,516
S3	18,327	R3				36,560

Source Bloomberg

## Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is below 50
- As noted last week the long-term trend remained bearish with the index starting to weaken. The near neutral RSI did move below 50 leaving momentum vulnerable. Price did close below USD 40,235, indicating the technical was weakening based on price, before trading below USD 31,938 leaving the futures to target the USD 25,046 low. Price has made a new low, the index is below the EMA's supported by the RSI below 50
- Technically bearish, the new low has created a positive divergence with both the RSI and the stochastic. Not a buy signal it does warn that we have the potential to see a momentum slowdown soon
- Upside moves that fail at or below USD 36,560 remain vulnerable to further tests to the downside, above this level the technical is neutral/bearish. Only above USD 43,030 is the technical bullish.
- Near-term support is now at USD 19,845, below this level the index will target the USD 19,550 and USD 18,327 support levels

# Capesize Jan 22 (1 Month forward)



Support	Resistance	Current Price	Bull	Bear
S1	R1	19,250	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (38)
- Stochastic is oversold
- Technically bearish with momentum aligned to the sell side on the last report the futures have now traded below the USD 16,625 low. Price is below the 8-21 period EMA's supported by the RSI below 50
- A close above USD 20,055 on the daily chart would indicate that momentum is bullish based on price
- Upside moves that fail at or below USD 24,890 remain vulnerable to further tests to the downside, above this level the technical is neutral/bearish. Only above USD 28,375 is it bullish
- As previously mentioned the new low has created a positive divergence with the RSI, not a sell signal it does warn that we have the potential for a momentum slowdown
- Technically bearish the divergence is warning of a momentum slowdown which we are now seeing on the last 3 days of price action. Due to the divergence the futures are not considered a technical sell at this point.

# Capesize Q1 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,800	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (44)
- Stochastic is oversold
- As noted last week momentum had suggested that the technical was vulnerable to a test to the downside. Price has moved lower (USD 2,500) with price below the 8-21 period EMA's, supported by the RSI below 50
- Price has traded below USD 15,833 meaning the technical is bearish
- A close above USD 17,136 would indicate that momentum is improving based on price, warning we could have a test to the upside
- Upside moves that fail at or below USD 18,650 remain vulnerable to further tests to the downside, above this level the technical is neutral/bearish, whilst above USD 20,325 it is bullish
- Technically bearish, we had a bullish support candle on the 15/12/21, downside moves below 15,400 would be considered a technical sell, warning the USD 12,950 low could be tested.

# Capesize Cal 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	21,750	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (46)
- Stochastic is oversold
- As previously noted momentum had warned the futures were vulnerable to a test to the downside, resulting in price trading to a low of USD 20,650. price is below the 8-21 period EMA's with the RSI below 50
- The pullback is deep meaning the technical is neutral/bullish, below USD 20,300 it is bearish.
- Upside moves above USD 23,275 would warn the USD 24,587.5 resistance could be tested
- The RSI is at 46 with the stochastic oversold, if the RSI goes above and holds above 50 then momentum will be vulnerable to a test to the upside
- Neutral bullish with a bull support candle on the 15/12/21. If we trade below USD 20,650 then the probability of the futures trading below USD 20,300 will increase. Likewise, if the RSI moves above and holds above 50 then the market is likely to find buying support.

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