



Capesize Technical Report

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Index

The trend remains technically bearish with price below all key moving averages supported by the RSI below 50. We do have a positive divergence with the RSI warning we could see a momentum slowdown, upside moves that close above 19,847 would mean that momentum is improving based on price, above USD 20,490 the futures will target the near-term resistance at USD 21,946 and USD 23,453.

Feb 22

Technically bearish and in trend, we now have a negative divergence with the RSI meaning the futures are not considered a technical sell at this point. The divergence is not a buy signal it is a warning of the potential for a momentum slowdown. A close above USD 18,750 will indicate that momentum is improving based on price whilst above USD 19,750 the technical is bullish.

Q1 22

Momentum improved based on price on the last report resulting in the futures moving higher, the technical is bullish based on price. However, we have mixed signals, USD 17,219 has held supporting a bull argument but flat EMA's indicate a lack of trend, whilst momentum is signaling it is vulnerable to a test to the downside. Bullish based on price, the technical itself is neutral.

Cal 22

Technically bullish based on price the futures have failed at a key resistance (USD 25,755) leaving it technically vulnerable to a test to the downside, above this level the futures will target the USD 27,235 and USD 29,750 resistance levels. Price has entered a corrective phase, downside moves that hold at or above USD 22,299 will support a bull argument, below this level the futures will target the USD 20,650 fractal support.

Capesize Index



	Support	Resistance	Current Price	Bull	Bear
S1	17,727	R1	19,084	Stochastic oversold	RSI below 50
S2	16,421	R2			
S3	15,164	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (30)
- Stochastic is oversold
- The trend remains technically bearish with the index continuing to make lower lows. Price is below all key moving averages supported by the RSI below 50
- Upside moves that close above USD 19,847 will indicate momentum is improving based on price. However, upside moves that fail at or below USD 34,888 remain vulnerable to further tests to the downside, above this level the technical is neutral bearish, only above USD 43,030 is the trend bullish
- The RSI is in divergence with the stochastic oversold, the positive divergence is not a sell signal, but it is a warning that we have the potential to see a momentum slowdown
- Technically bearish and in trend, we have seen a momentum slowdown based on price but this could be attributed to the holiday period.

Capesize Feb 22 (1 Month forward)



Support		Resistance		Current Price	Bull	Bear
S1	15,637	R1	19,750	16,750	Stochastic oversold	RSI below 50
S2	14,563	R2	20,250			
S3	13,345	R3	20,625			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- The futures have rolled into Feb resulting in a new low. Price is below the 8 -21 period EMA's with the RSI below 50
- Upside moves that close above USD 18,750 will warn that momentum is improving based on price
- Key fractal resistance is at USD 19,750, above this level the technical is bullish
- The RSI continues to show a positive divergence with price, not a sell signal it does warn of the potential for a momentum slowdown
- Technically bearish and in trend with price below all key moving averages, a close above USD 18,750 will warn that the USD 19,750 fractal resistance could be tested, if broken the technical is bullish based on the higher high. The Positive divergence means the futures are not considered a technical sell at this point

Capesize Q1 22



	Support	Resistance	Current Price	Bull	Bear	
S1	17,219	R1	18,291		RSI below 50	
S2	16,544	R2				21,395
S3	15,400	R3				22,250
					26,057	

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (48)
- Stochastic is overbought
- The futures closed above the USD 17,136 level resulting in the futures trading up to a high of USD 20,925. Price is between the EMA's with the RSI below 50
- The upside move has created a higher high in the market, the technical is considered as bullish based on price. However, the averages are flat indicating a lack of trend in the market
- The RSI is below 50, the stochastic is overbought, momentum is warning we are vulnerable to a test to the downside. If the RSI goes above and holds above 50 then the overbought stochastic is considered as less relevant
- The downside move has held the USD 17,219 level, supporting a bull argument
- Bullish base on price but not is trend, key support has held but momentum is vulnerable to a test to the downside. Mixed signals making the technical neutral

Capesize Cal 22



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,987.5	RSI above 50	Stochastic overbought
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
- The RSI moved above and held above 50 resulting in the futures finding buying support. Price is above the 8-21 period EMA's with the RSI above 50, the technical is bullish
- The upside move has failed to trade above the USD 25,755 level resulting in a technical pullback, above this level the futures will target USD 27,235 and potentially USD 29,750
- Downside moves that hold at or above the USD 22,299 level will support a bull argument, below this level the technical is considered as neutral bullish. Below USD 20,650 it is considered as bearish
- Technically bullish based on price the futures have failed at a key resistance leaving price vulnerable to further tests to the downside. Corrective moves lower that hold at or above USD 22,299 will support a bull argument making these the key support and resistance levels to follow

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