



Capesize Technical Report

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Index

The upside move in the RSI last week had bullish implications for the index, resulting in price moving USD 8,582 higher. Price is now testing the 200-period MA (USD 31,404), a close above this level will warn that the USD 33,066 and USD 39,077 resistance levels could be tested. Downside moves that hold at or above USD 17,935 will support a bull argument, below this level the technical will have a neutral bias.

June 22

Technically bullish with price making new highs, indicating we are on a bullish Elliott wave-5 of the phase that started on the 20/04. Using the William's approach, we have near-term resistance at USD 42,887 with the potential to trade as high as USD 46,987. However, the new high means the minimum requirement for wave/phase completion has been achieved. Downside moves below the USD 36,500 – USD 36,250 will suggest we are in a higher timeframe corrective phase, downside moves that hold above USD 27,160 will support a longer-term bull argument, below this level the technical has a neutral bias.

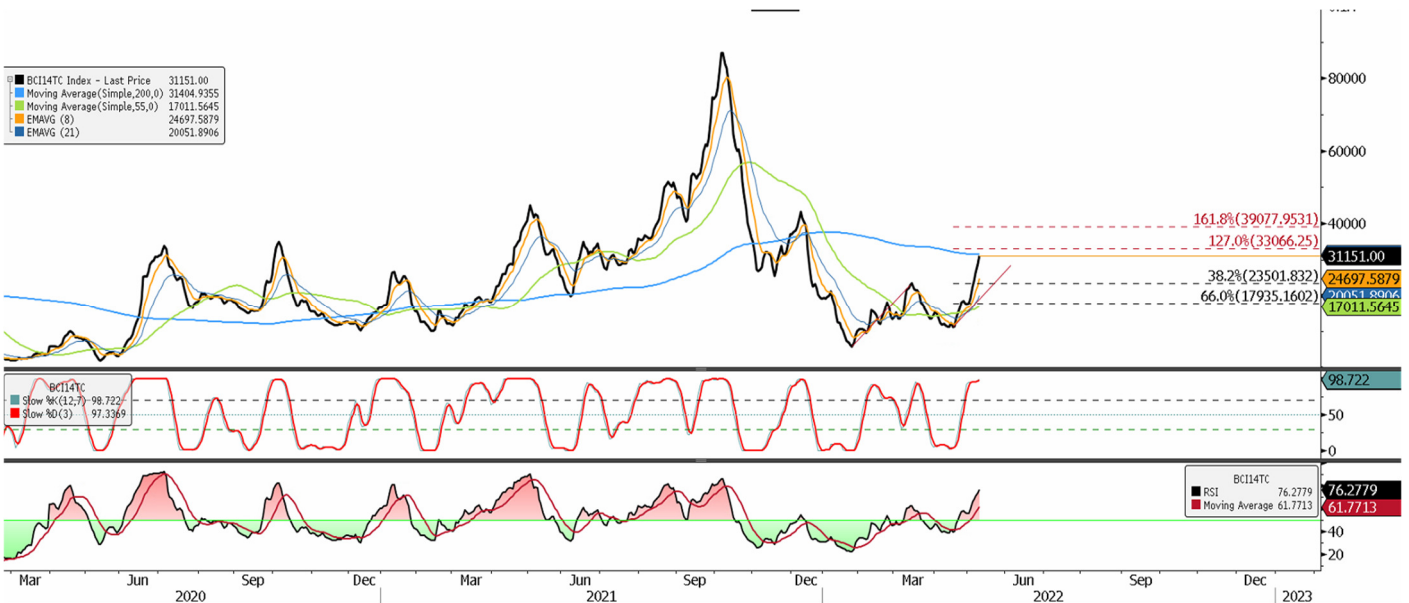
Q3 22

We remain technically bullish with price above all key moving averages supported by the RSI above 50. Momentum is slowing down based on price, but we continue to hold above USD 35,905, below this level the futures will have a neutral bias; only below USD 34,375 is the technical bearish. Upside moves that can close above and hold above the USD 38,250 level will warn the USD 39,832 and USD 41,750 resistance levels could be tested. Price is in divergence with the RSI, warning of the potential for a momentum slowdown, it is not a sell signal but will need to be monitored.

Cal 23

Technically bullish and in trend, we did see a pullback yesterday, price is holding above the key USD 22,897 support with the futures between the 8-21 period EMA's. Downside moves below USD 22,897 will mean the futures have a neutral bias, only below USD 22,897 is the technical bearish. Moving averages remain well spaced, indicating the trend is stable; however, seasonality charts are warning we are vulnerable to a short-term pullback.

Capesize Index

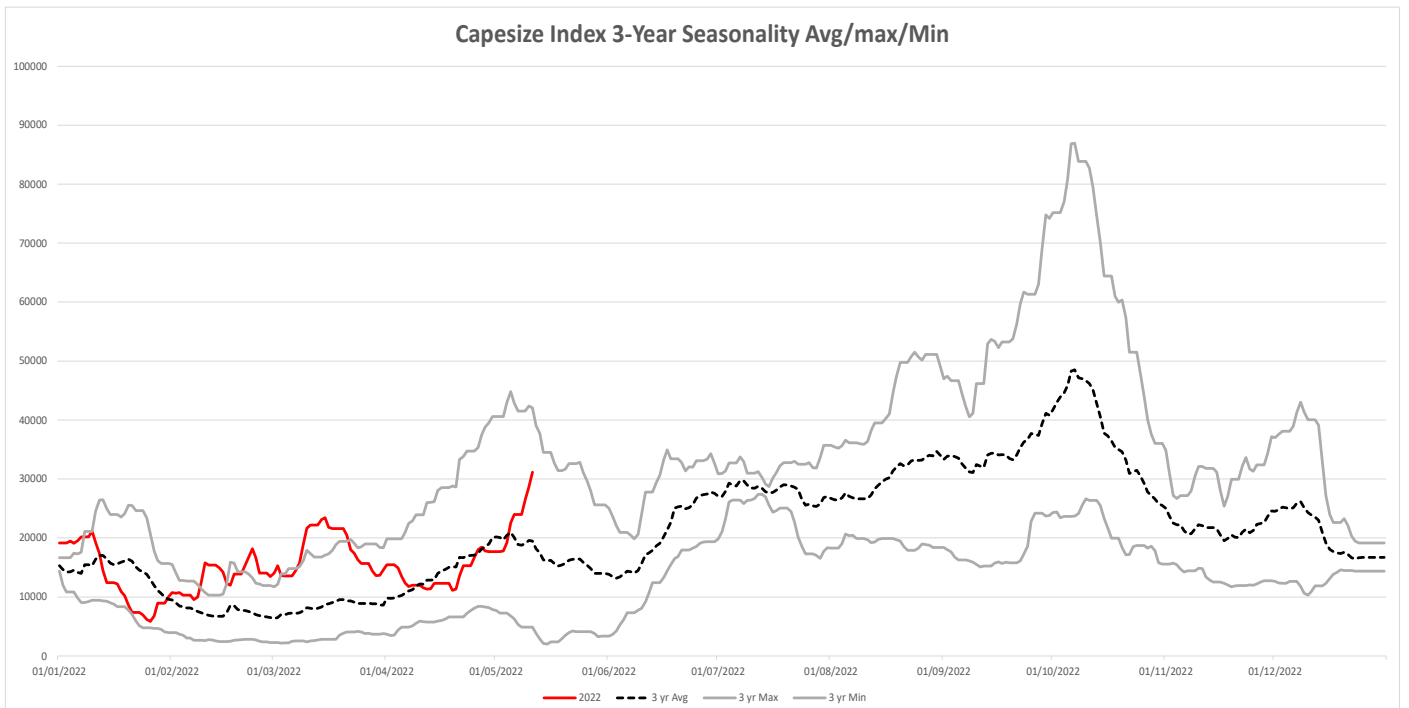


Support	Resistance	Current Price	Bull	Bear
S1	R1	31,151	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (76)
- Stochastic is overbought
- As noted last week the RSI on the index had moved above the 64-level, indicating we had the potential to go on a bullish run based on historical performance. Price is USD 8,582 higher and now testing the 200-period MA, supported by the RSI above 50.
- Downside moves that hold at or above USD 17,935 will support a bull argument, below this level the index will have a neutral bias.
- Upside moves that close above the 200-period MA (USD 31,404) will further support a bull argument, warning the USD 33,066 and USD 39,077 resistance levels could be tested.
- The RSI is making new highs, supported by its MA which is above 50 and in an upward trajectory, this would suggest support levels should hold if tested.
- Technically bullish, the seasonality charts are now bearish.



Capesize June 22 (1 Month forward)

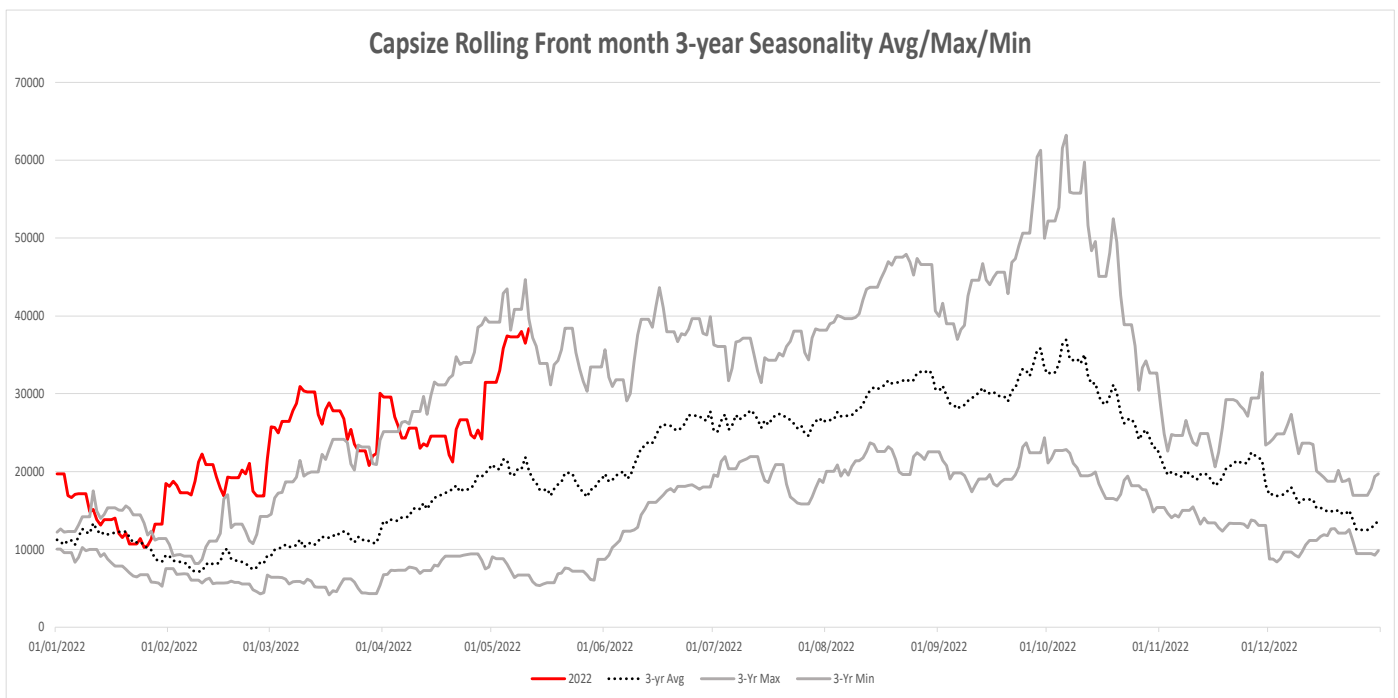


Support		Resistance		Current Price	Bull	Bear
S1	36,500	R1	42,887	38,500	RSI above 50	Stochastic overbought
S2	32,094	R2	44,937			
S3	30,000	R3	46,987			

Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is above 50 (65)
- Stochastic is overbought
- We noted last week that downside moves would potentially be countertrend, indicating support levels will hold if tested. We also highlighted that due to the RSI breakout the carry which was around USD 15,000 had the potential to narrow via the index. The futures did see a small pullback, but support levels were not tested, the carry has now halved to USD 7,349. Price is above all key moving averages supported by the RSI above 50.
- We have a small support zone between USD 36,500-USD 36,250, if broken it would suggest that the current bull move that started on the 20/04 has completed, indicating the futures have entered a corrective phase. Intraday Elliott wave analysis has near-term resistance at USD 42,887 with a potential upside target as high as USD 46,987.
- Technically bullish based on the E-wave, downside moves that hold at or above USD 27,160 will support a bull argument on the longer-term technical, below this level the futures will have a neutral bias. Seasonality charts are bearish to flat over the next few weeks.

Source Bloomberg



Capesize Q3 22

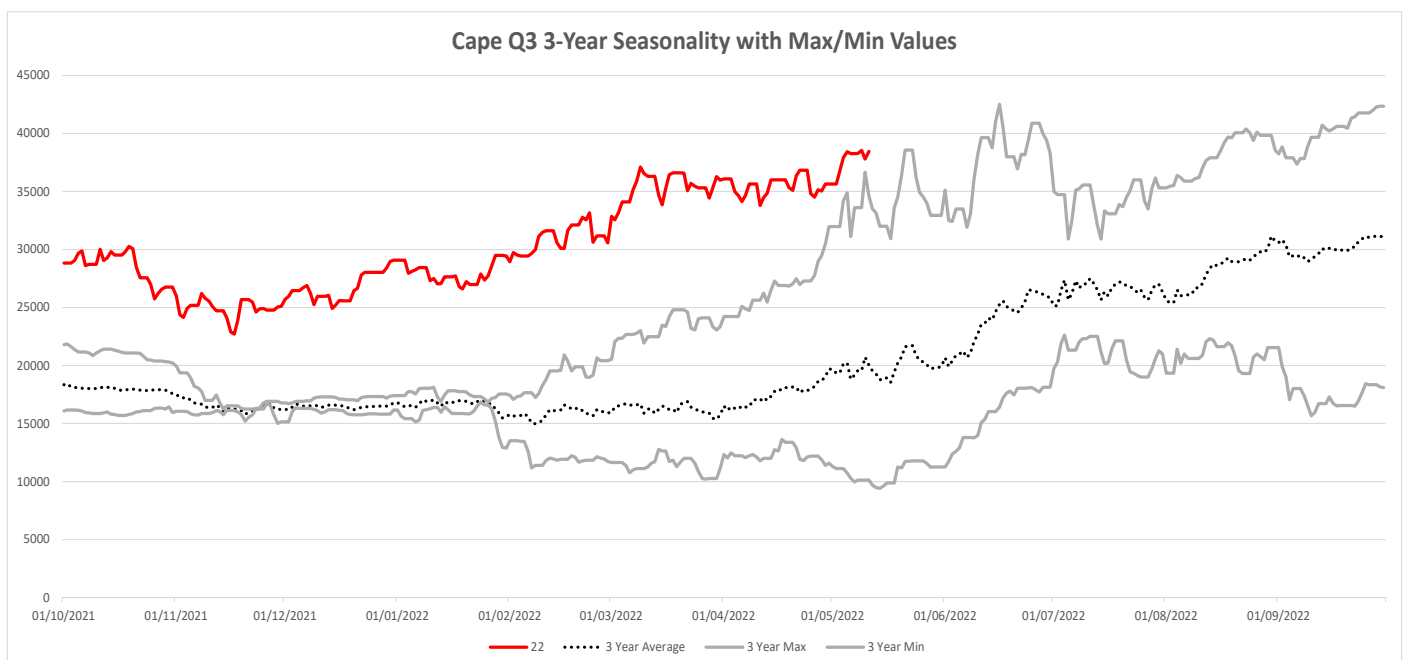


	Support	Resistance	Current Price	Bull	Bear	
S1	37,156	R1	37,875	RSI above 50	Stochastic overbought	
S2	36,625	R2				39,832
S3	35,905	R3				41,750

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (57)
- Stochastic is overbought
- Technically bullish on the last report with the futures entering a bullish impulse Elliott wave 5, the new high meant that the futures were in divergence with the RSI warning of the potential for a momentum slowdown. The futures remain technically bullish, but we have seen a slowdown in price. The futures are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 35,905 will support a bull argument, below this level the futures will have a neutral bias. Only below USD 34,375 is the technical bearish.
- Upside moves that can close above and hold above USD 38,250 will target the USD 39,832 and USD 41,750 resistance levels.
- Technically bullish, momentum based on price is slowing down but we remain above key support levels, near-term seasonality is warning of a pullback, but longer-term we remain bullish. The RSI remains in divergence warning that momentum could slow further, this will need to be monitored. Note: divergences can and do fail and are not considered to be sell signals without confirmation from other technical indicators or preferably price movement.



Capesize Cal 23



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,663	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA
- RSI is above 50 (57)
- Stochastic is overbought
- The futures corrected lower yesterday but remain supported today, price is between the 8-21 period EMA's with the RSI above 50.
- Corrective moves lower that hold at or above USD 22,897 will support a bull argument, below this level the futures will have a neutral bias; only below USD 22,100 is the technical bearish.
- Upside moves that close above the USD 24,300 level will warn the USD 24,814 resistance could be tested.
- Moving averages remain well spaced suggesting the trend is still stable at this point, whilst seasonality is warning of the potential for a small pullback in the near-term. Key support to follow is USD 22,897.

