



Capesize Technical Report

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Index

Technically bearish the index is now holding support levels having moved higher for the last couple of days. A close above USD 19,437 will indicate that momentum is improving based on price. However, upside moves that fail at or below USD 18,627 will be vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Technically bearish key resistance to follow is at USD 19,437.

July

We noted last week that the break in trend support had warned we had the potential to test the USD 23,625 and USD 21,125 support levels, resulting in the futures trading to a low of USD 20,625. A bullish rejection candle yesterday means we have moved higher today, a close above USD 23,263 will warn that momentum is improving based on price, suggesting resistance levels could be tested. Downside moves that trade below the USD 20,625-USD 20,000 support zone will leave the USD 16,200 support vulnerable.

Q4

Technically bearish last week, we had a downside target around the USD 25,894 level, the futures traded to a low of USD 25,557. The intraday technical is a little unclear at this point, we have a 5-wave pattern lower that is in divergence, warning we have the potential to exhaust soon. If we trade to new lows, then the wave cycle is extending but due to the divergence the futures will not be considered a technical sell. Upside moves that fail at or below USD 31,383 will leave the futures vulnerable to further tests to the downside, suggesting there is potentially a larger bear cycle in play, above this level we have a neutral bias with the potential to target the USD 32,200 and USD 34,375 fractal resistance levels.

Cal 23

As noted last week, the futures were approaching a support level at USD 18,752 and starting to look overextended. Support was tested twice but held, resulting in a small test to the upside. Intraday Elliott wave analysis would imply that upside moves should be countertrend. Key resistance is at USD 20,984, if it holds the futures will be vulnerable to a downside move, if broken the technical will have a neutral bias.

Capesize Index

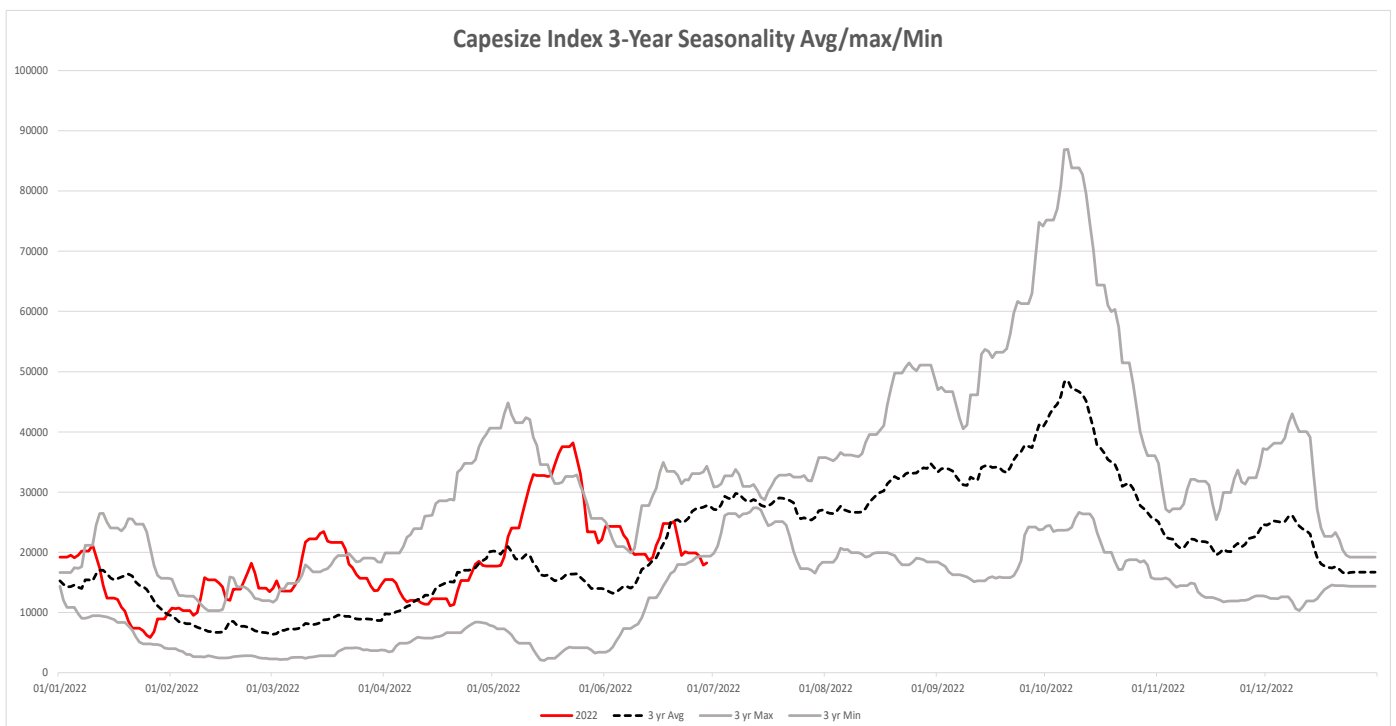


	Support	Resistance	Current Price	Bull	Bear
S1	17,672	R1	22,659		RSI below 50
S2	15,367	R2	25,138		
S3	13,061	R3	27,877		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is below 50
- Technically bullish on the last report with momentum based on price aligned to the sell side, warning that support levels could be tested in the near-term. The index has traded below the USD 18,627 support, meaning the technical is bearish.
- Upside moves that fail at or below USD 22,659 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- A close above USD 19,437 will mean that momentum based on price is aligned to the buy side, indicating the USD 22,659 and USD 25,138 resistance levels could be tested. Likewise, downside moves below USD 17,672 will target the USD 15,367 and USD 13,061 support levels.
- Technically bearish the index is holding technical support at this point, making the key level to follow at USD 19,437.



Capesize July 22 (1 Month forward)

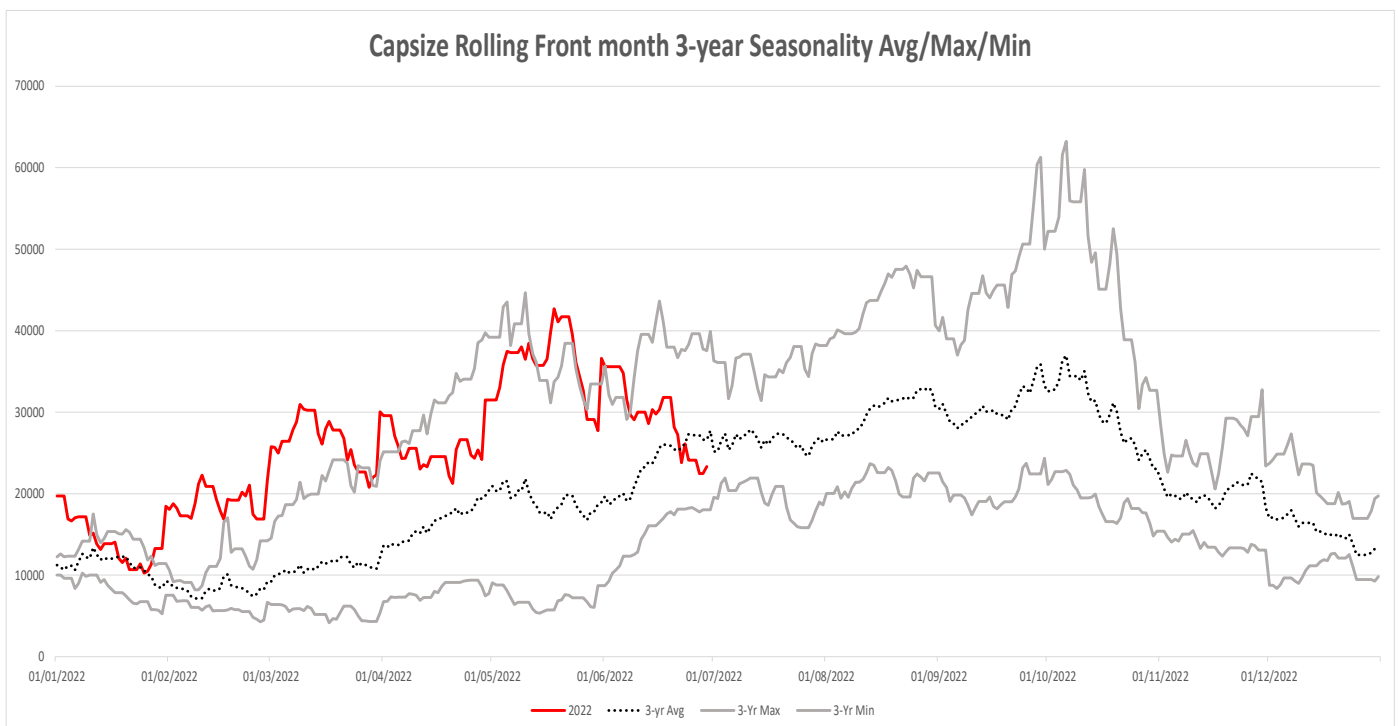


	Support	Resistance	Current Price	Bull	Bear
S1	20,625	R1	25,256	Stochastic oversold	RSI below 50
S2	20,000	R2	26,687		
S3	16,200	R3	28,627		

Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is below 50 (41)
- Stochastic is oversold
- We noted last week that the futures had broken a trend support warning the USD 23,625 and USD 21,125 support levels could be vulnerable. The futures have traded to a low of USD 20,625. Price is below all key moving averages supported by the RSI below 50.
- A bullish rejection candle yesterday has resulted in the futures moving higher today. Upside moves that fail at or below USD 28,627 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 32,750 is the technical bullish.
- Downside moves below USD 20,625 will target the USD 20,000 fractal support, if broken the USD 16,200 level will be vulnerable.
- Technically bearish, a close today above USD 23,263 will indicate that resistance levels could be vulnerable; however if we trade below the USD 20,625 – USD 20,000 support zone, it will have further bearish implications for the technical going forward.

Source Bloomberg



Capesize Q4 22

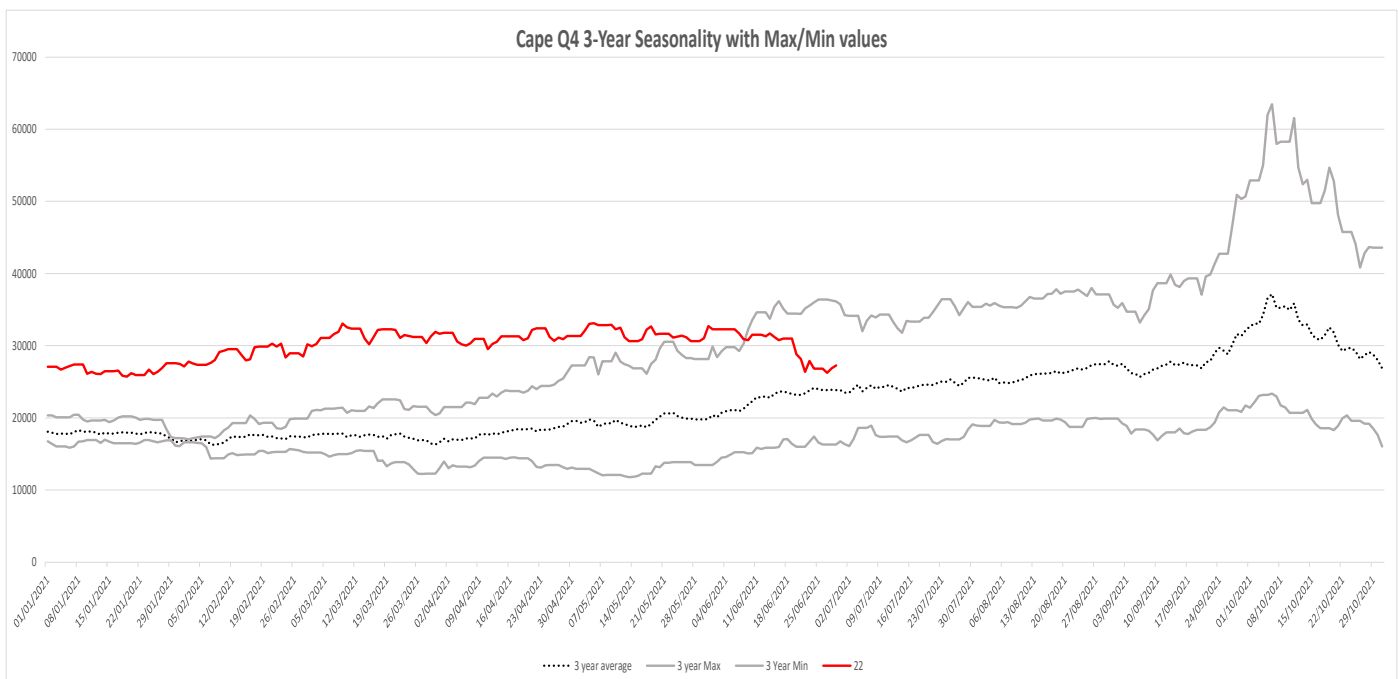


	Support	Resistance	Current Price	Bull	Bear
S1	25,525	R1	27,250	Stochastic oversold	RSI below 50
S2	24,822	R2			
S3	23,823	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (40)
- Stochastic is oversold
- Technically bearish on the last report with a near-term downside target around the USD 25,894 level. The futures traded down to USD 25,557. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 31,383 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The futures are rallying on an intraday divergence with the RSI, and on the back of a five-wave pattern lower, warning resistance levels have the potential to be tested. If the USD 31,383 resistance holds it will warn that there is a larger corrective cycle in play, implying further tests to the downside. If broken, we target the USD 32,200 and USD 34,375 fractal resistance levels. Downside moves below USD 25,575 will target the USD 24,822 and USD 23,823 support levels.
- Technically bearish, the intraday divergence and pattern are warning of the potential for the downside trend to exhaust, if we do trade to a new low, it will indicate the current trend is extending to the downside, but due to the divergence it would not be considered a technical sell on a new low.



Capesize Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	18,752	R1	19,250	Stochastic oversold	RSI below 50
S2	17,750	R2			
S3	17,041	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (37)
- Stochastic is oversold
- We noted on the last report that the futures were starting to look overextended as we neared the USD 18,752 support. This level has been tested twice and held, resulting in the futures producing a small test to the upside. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 20,984 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Intraday Elliott wave analysis remains bearish, suggesting upside moves should be countertrend at this point. Warning there is the potential for more downside within this cycle.

