



# Capesize Technical Report

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## Index

Momentum warned that we could see resistance levels come under pressure last week which has been the case. The index has broken fractal resistance, meaning we are now in bullish territory, upside moves above USD 23,667 will warn the USD 29,793 and USD 32,909 resistance levels could be tested. Only below USD 18,655 is the technical now bearish.

## August

The downside move in the futures last week held above our key support level, resulting in the futures trading above fractal resistance today. Technically bullish with near-term resistance at USD 32,750, upside moves above this level will target the USD 33,565 and USD 35,625 levels. Downside moves that hold at or above USD 27,200 will support a bull argument, below this level the technical will have a neutral bias. The RSI is now at 52, if we can hold above 50 then we have the potential to enter a trending environment.

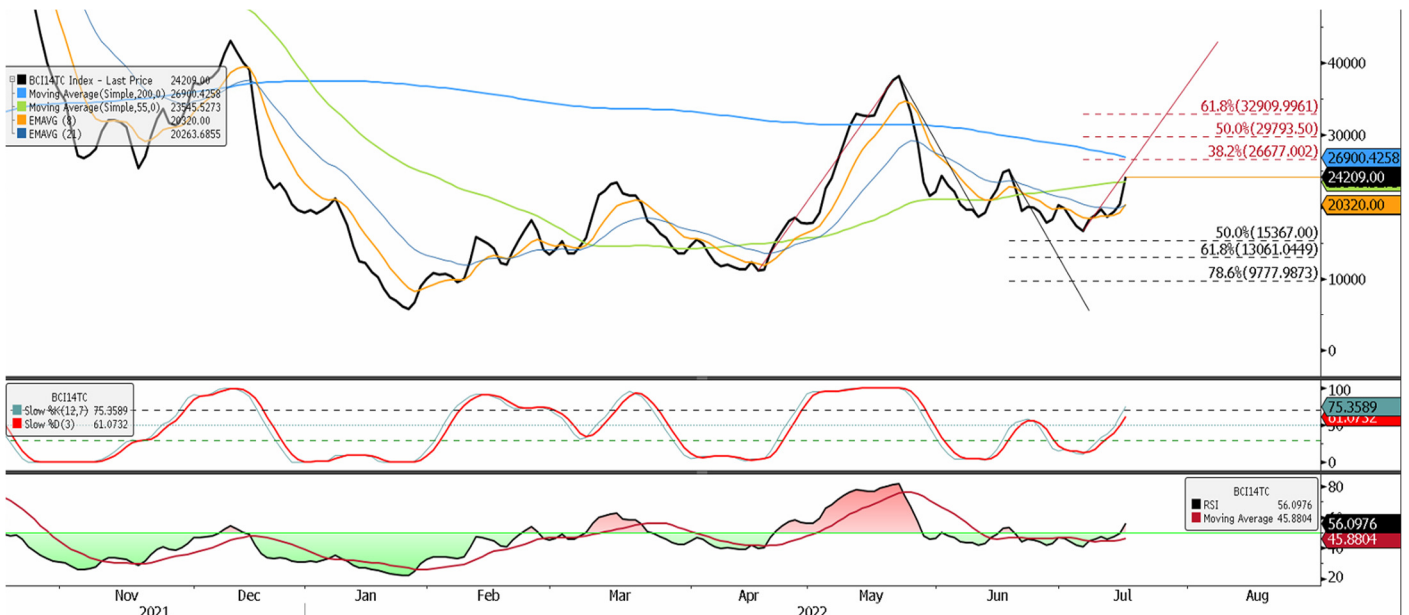
## Q4

The futures traded below the 3-river morning star pattern to create another positive divergence, resulting in price moving higher. The futures have made a higher high meaning the technical is bullish, downside moves that hold at or above USD 26,185 will support a bull argument, below this level the technical will have a neutral bias. Technically bullish based on price, the RSI now need to move above 50 to further support the buyer's argument.

## Cal 23.

An identical pattern to the Q4, the Cal traded below the morning star, created a positive divergence, moved higher and broke fractal resistance. Downside moves that hold at or above USD 18,375 will support a bull argument, below this level the technical will have a neutral bias. Technically bullish, the RSI is below 50 but rising higher whilst the intraday RSI is now above 50.

# Capesize Index

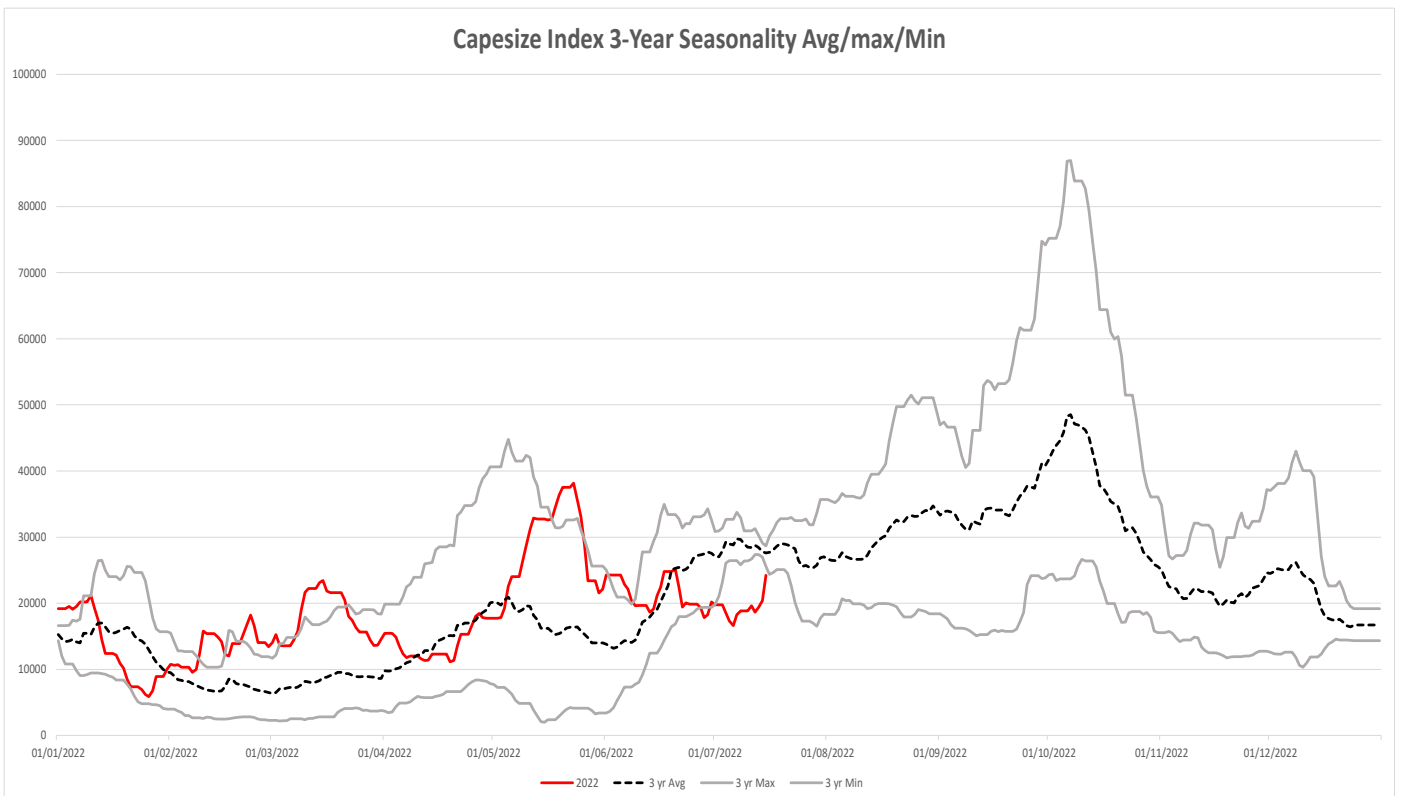


Support	Resistance	Current Price	Bull	Bear	
S1	18,665	R1	25,138	24,209	RSI above 50
S2	16,588	R2	26,667		
S3	15,367	R3	29,793		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic is above 50
- Technically bearish last week with momentum to the buyside, warning that the USD 18,965 and USD 20,190 resistance levels could be tested. The index has traded through our resistance levels with price above the 8-21 period EMA's supported by the RSI above 50.
- A close below USD 19,293 will indicate momentum is weakening based on price, warning the USD 18,655 support could be tested. If broken the technical will be bearish.
- Technically bullish supported by the RSI and the short-term EMA's, upside moves above USD 23,667 will warn the USD 29,793 and USD 32,909 resistance levels could be tested.



# Capesize August 22 (1 Month forward)

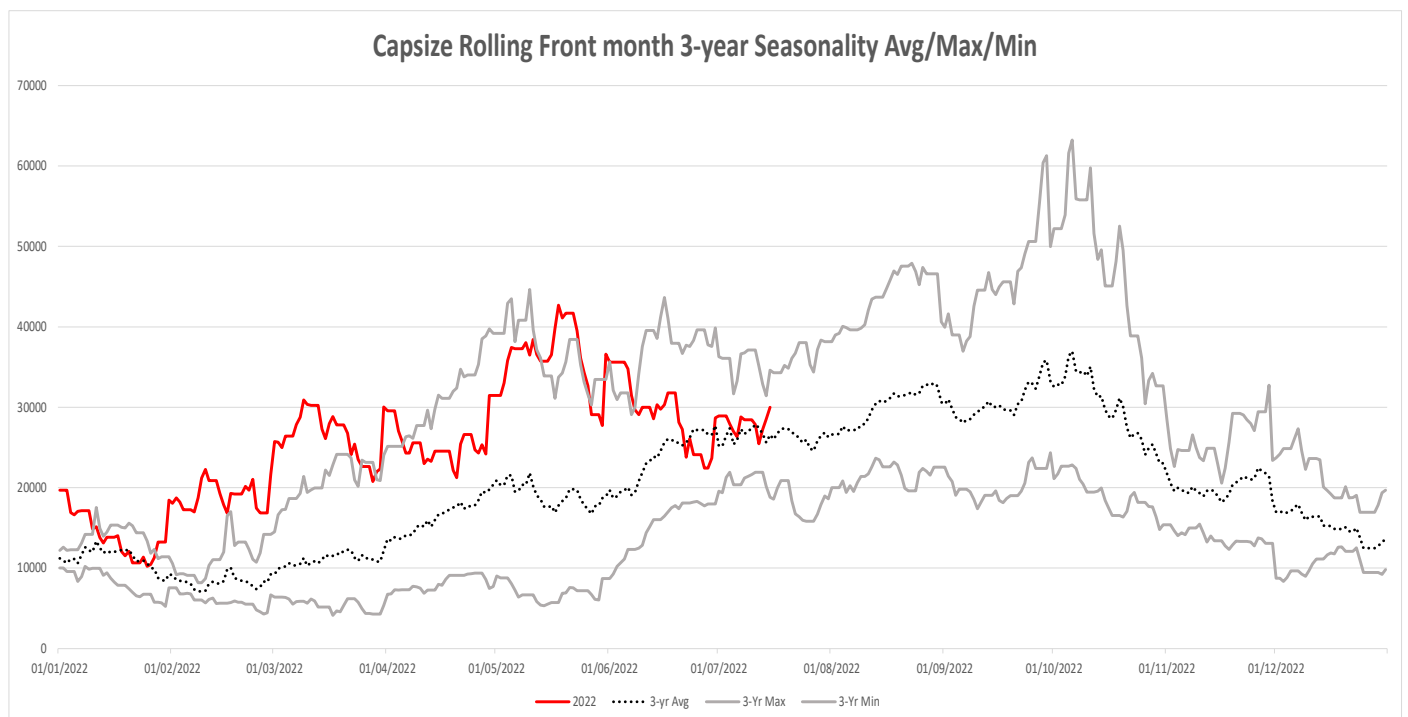


	Support	Resistance	Current Price	Bull	Bear
S1	25,437	R1	32,750	RSI above 50	Stochastic overbought
S2	23,897	R2	33,565		
S3	22,684	R3	35,625		

## Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is above 50 (52)
- Stochastic is above 50
- The futures traded to the downside but held above our key support with price now trading above the USD 29,500 fractal support having also traded above the USD 30,250 level on the open. Price is above all key moving averages supported by the RSI above 50.
- Upside moves above USD 32,750 will target the USD 33,565 and USD 35,625 resistance levels. Likewise, downside moves that hold at or above USD 27,200 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 25,500 is the technical bearish (revised up from USD 20,625 due to the new high).
- The RSI is now above 50, but at 52 is near-neutral whilst the stochastic is overbought. The RSI will need to hold above 50 otherwise momentum is vulnerable to a test to the downside. If we do hold above 50 it warns we have the potential to enter a bullish trending environment.

Source Bloomberg



# Capesize Q4 22

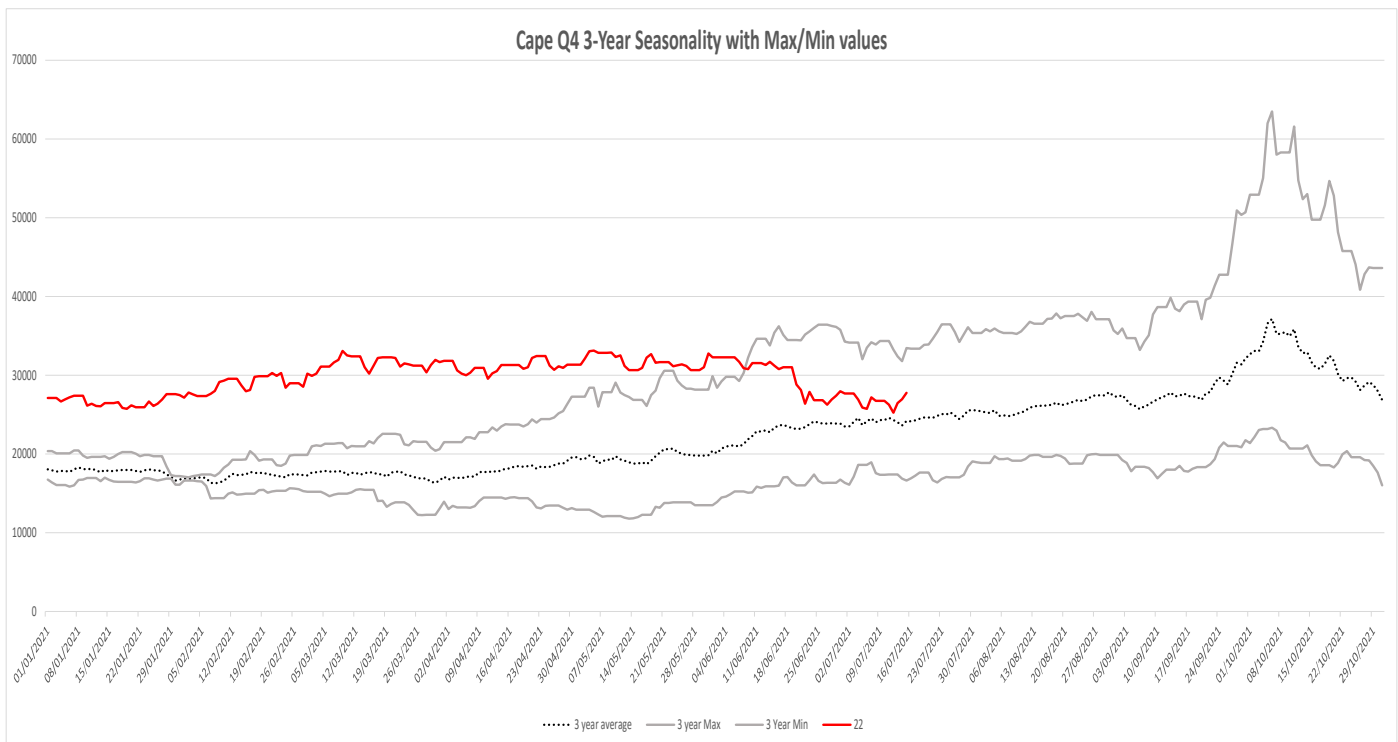


	Support	Resistance	Current Price	Bull	Bear	
S1	26m185	R1	27,750		RSI below 50	
S2	25,250	R2				30,500
S3	24,822	R3				31,300

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is below 50 (46)
- Stochastic is below 50
- On the last report the futures had produced a bullish 3-river morning star candle pattern alongside a positive divergence, warning resistance levels could be tested. the futures had not been considered a sell on the new low due to the divergence. Surprisingly, the futures did trade to the downside, traded below the USD 25,375 low, created a second divergence resulting in a bullish move to the upside. The futures are above the 8-21 period EMA's but the RSI is still below 50 at this point.
- The upside move today means the futures have broken fractal resistance, the technical is now bullish. Downside moves that hold at or above USD 26,185 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 25,250 is the technical bearish.
- Technically bullish, the RSI is below 50 but moving higher if we go above 50 it will further support a bull argument.



# Capesize Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	18,375	R1	19,230	Stochastic oversold	RSI below 50
S2	17,950	R2	19,441		
S3	17,641	R3	19,800		

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (38)
- Stochastic is oversold
- Like the Q4, the futures traded below the low of the 3-river morning star pattern, created a second divergence before moving higher. Price is between the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 18,375 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 17,950 is the technical bearish.
- The futures have broken fractal resistance meaning we are bullish based on price with the RSI now moving higher; however, it does remain below 50, upside moves above the USD 19,800 level will further support a bull argument.
- Technically bullish with the futures rising on a positive divergence on both the daily and intraday timeframes, the intraday RSI is now above 50.

