



Capesize Technical Report

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Index

Technically bearish and in trend, the futures traded below all our support levels last week. A close above USD 6,393 will warn that momentum is improving based on price; however, upside moves that fail at or below USD 10,216 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias. There is no point talking about downside risk from here with the index sub 4k.

September

Technically bearish last week with a near-term downside target at USD 10,099, the futures were in divergence which needed to be monitored. Price continued to move lower with the futures trading below the USD 10,099 level. We remain technically bearish and in trend, upside moves that fail at or below USD 16,840 will leave the futures vulnerable to further tests to the downside. The intraday technical remains in divergence with the RSI, this will need to be monitored, as it warns of the potential momentum slowdown. However, based on our wave analysis we have a potential downside target as low as USD 6,443.

Q4 22

As noted last week, the trend remained technically bearish but in divergence which needed to be monitored. The futures continue to move lower but is yet to test our near-term downside target at USD of USD 13,312. Upside moves that fail at or below USD 18,065 will leave the Q4 vulnerable to further tests to the downside, above this level the technical will have a neutral bias. We maintain a near-term downside target at USD 13,312, if broken we have further support at USD 11,427 and USD 9,025.

Cal 23

Technically bearish the futures have traded below our USD 13,469 target. Key resistance is now at USD 15,204, upside moves that fail below this level remain vulnerable to further downside moves, above this level the pullback is considered as deep, meaning the futures will have a neutral bias. Near-term support is now at USD 12,713 with further support at USD 11,750 and USD 10,535. As with the rest of the cape complex the futures are in divergence which will need to be monitored.

Capesize Index

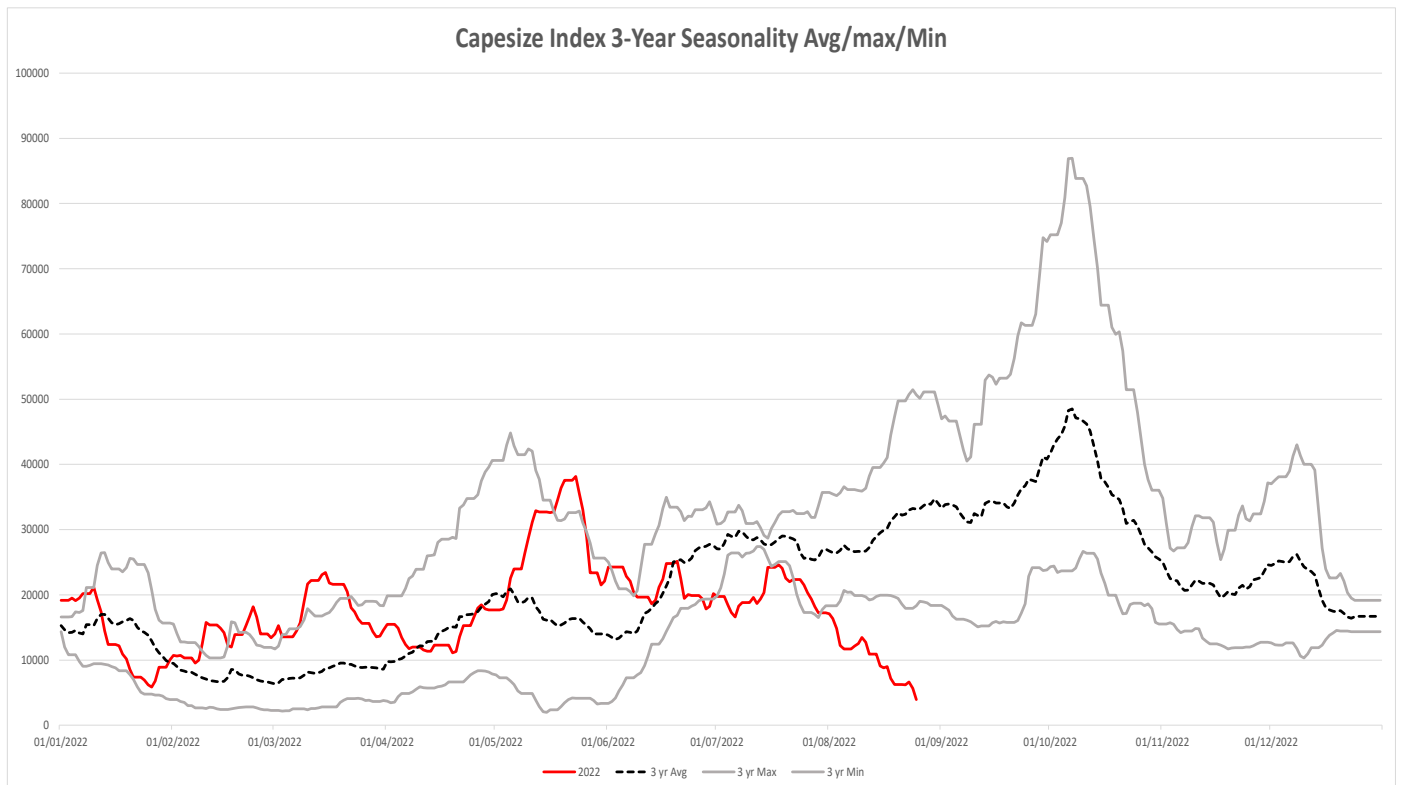


Support	Resistance	Current Price	Bull	Bear	
S1	2,445	R1	6,608	Stochastic oversold	RSI below 50
S2	2,172	R2	7,569		
S3	1,992	R3	8,693		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (25)
- Stochastic is oversold
- Technically in a bearish trending environment last week with near-term support at USD 5,596 with further support between USD 5,196 – USD 4,324, the index as traded below all our support levels. Price remains below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 10,216 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 6,393 will warn that momentum is improving based on price.
- Technically bearish, there is little point about talking downside risk from a technical perspective.



Capesize September 22 (1 Month forward)

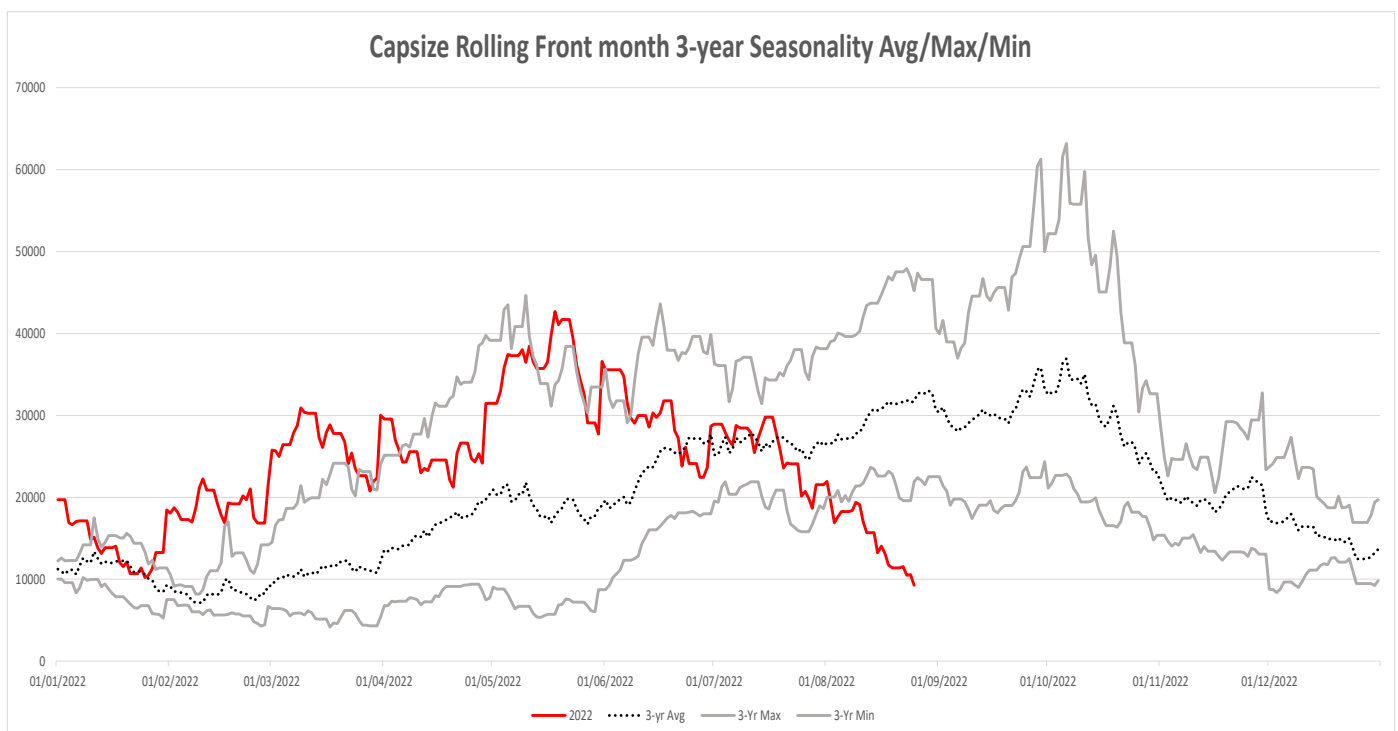


Support		Resistance		Current Price	Bull	Bear
S1	7,600	R1	13,643	9,375	Stochastic oversold	RSI below 50
S2	6,443	R2	15,000			
S3	4,797	R3	16,840			

Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is below 50 (31)
- Stochastic is oversold
- Technically bearish last week with near-term downside target at USD 10,099, the futures were in divergence on the intraday chart which needed to be monitored. We have seen no test of the upside resistance levels with the futures below all key moving averages supported by the RSI below 50, price has traded below our near-term downside target.
- Upside moves that fail at or below USD 16,840 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The intraday RSI remains in divergence; however, based on our wave analysis, we have a potential downside target at USD 6,443.
- Technically bearish and in trend, the intraday divergence will need to be monitored.

Source Bloomberg



Capesize Q4 22 (Rolling front QTR)

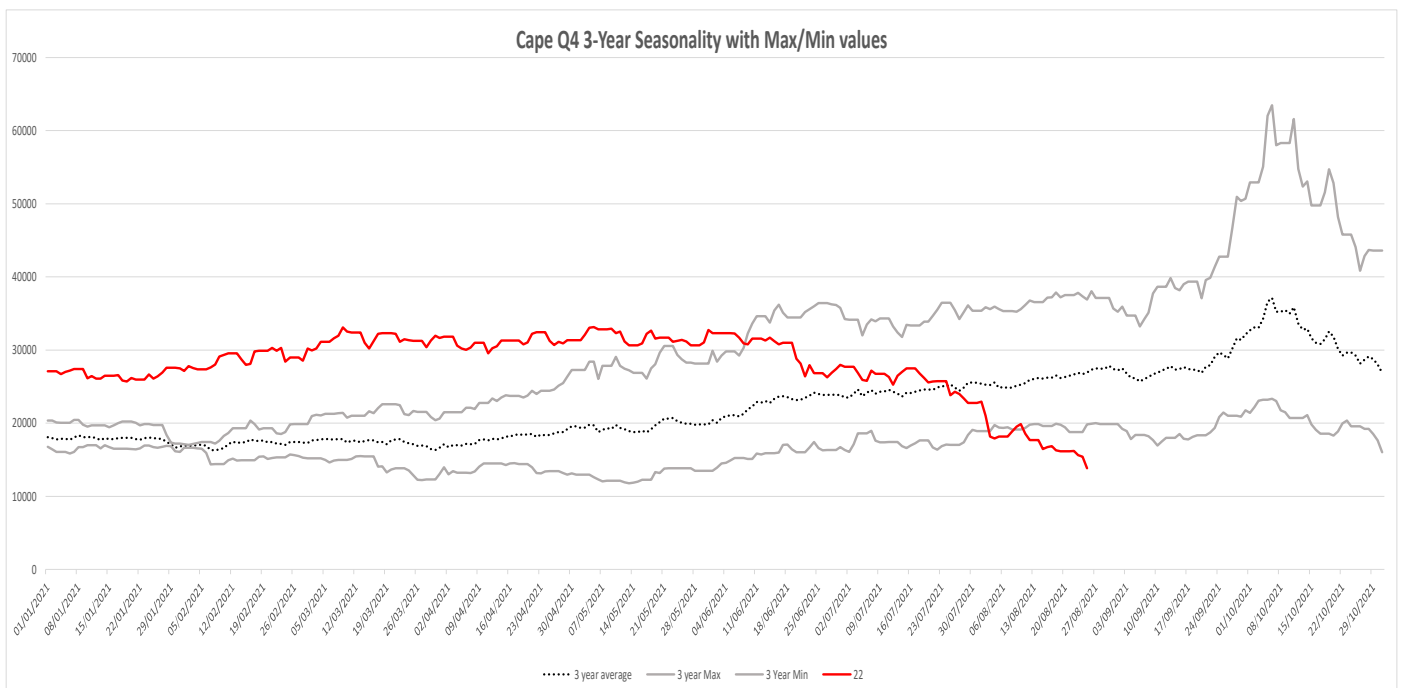


	Support	Resistance	Current Price	Bull	Bear
S1	13,312	R1	14,075	Stochastic oversold	RSI below 50
S2	11,472	R2			
S3	9,025	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (25)
- Stochastic is oversold
- As noted last week the trend remained technically bearish with a divergence that needed to be monitored, our wave analysis suggested we had a potential downside target at USD 13,312. The futures remain bearish below all key moving averages supported by the RSI below 50. At this point the USD 13,312 target has not yet been achieved.
- Upside moves that fail at or below USD 18,065 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Elliott wave analysis would suggest we remain on a bearish wave 3, we maintain a near-term downside target at USD 13,312, further support can be found at USD 11,427 and USD 9,025.
- Technically bearish, the intraday futures are in divergence, not a buy signal this will need to be monitored.



Capesize Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	12,713	R1	13,300	Stochastic oversold	RSI below 50
S2	11,750	R2			
S3	10,535	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (27)
- Stochastic is oversold
- The futures remain technical bearish with price trading below our USD 13,469 target. Price remains below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 15,204 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Upside moves above USD 14,400 will warn that buyside momentum is improving, leaving the USD 15,204 and USD 16,250 resistance levels vulnerable.
- Near-term support is now at USD 12,713, below this level we have further support at USD 11,750 and USD 10,535.
- Technically bearish and in trend, the intraday futures are in divergence which will need to be monitored as it warns of a potential momentum slowdown.

