



Capesize Technical Report

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Index

Technically bullish but in a corrective phase last week, the futures traded below our USD 17,892 support, meaning it now has a neutral bias. Below USD 17,365 will warn that the USD 16,202 support is vulnerable, if broken we target the USD 11,700 level. Technically bullish but with a neutral bias, the RSI failure two weeks ago, alongside the deep pullback is warning that support levels could come under pressure.

Nov 22

The head and shoulders pattern that came into play last week would suggest technical weakness. The futures have moved lower but are now in a consolidation phase. A close below USD 13,875 or a move below 13,450 is needed for the H&S pattern to gain downside momentum. Upside moves that fail at or below USD 16,965 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 18,750 are we bullish. Bearish but needs to break the consolidation phase.

Q1 23

Technically bearish the futures are consolidating between the 8-21 period EMA's. This is a conflicting technical as momentum is warning that we are vulnerable to a test to the downside. However, the same momentum will create a positive divergence with the RSI below USD 6,850, not a buy signal it does warn that we have the potential to see momentum slowdown. Three-year seasonality is looking a little undervalued at this point, suggesting the futures are not considered a technical sell on a new low.

Cal 23

Little to say on the calendar this week. An unchanged technical that is bearish with a neutral bias that has the potential to diverge on a new low, meaning it would not be considered a technical sell.

Capesize Index

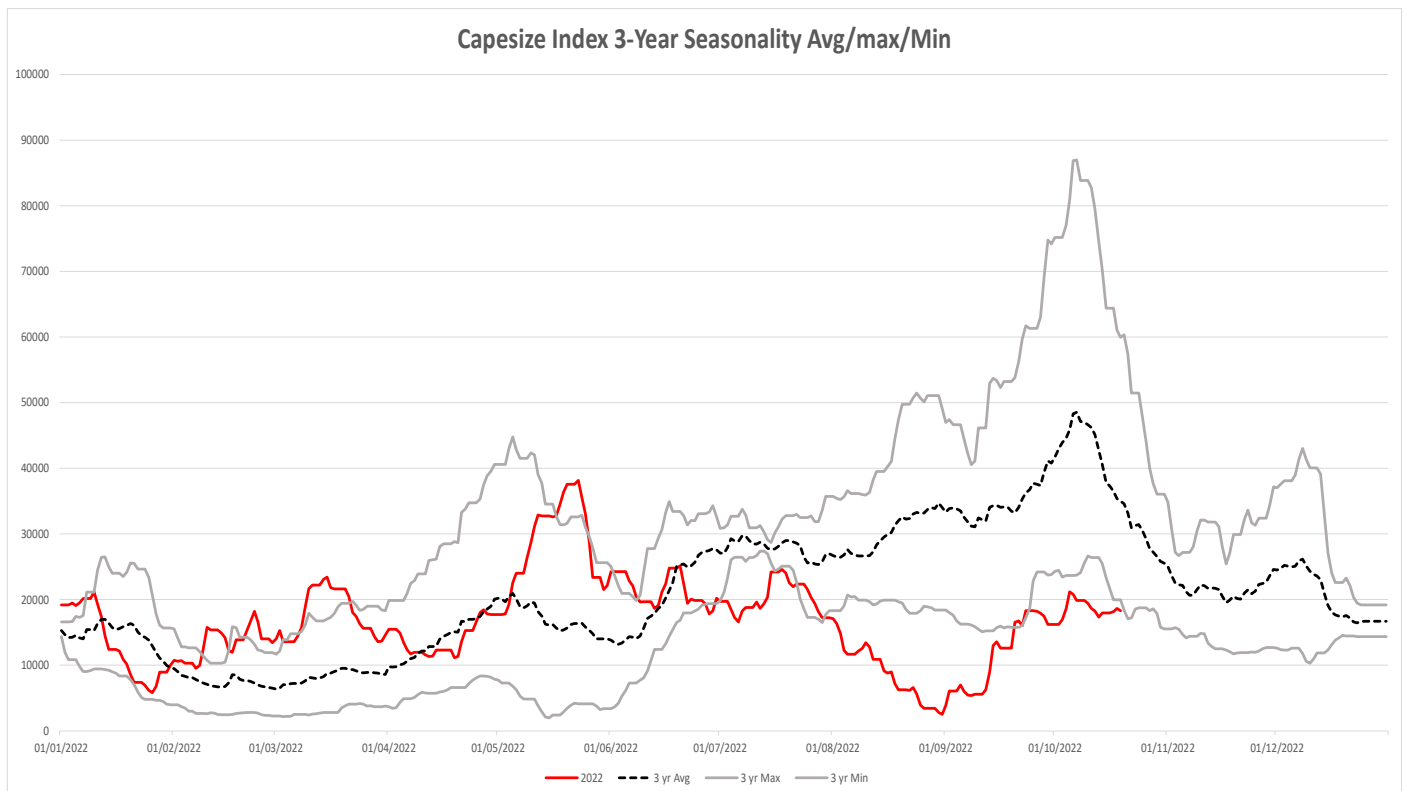


	Support	Resistance	Current Price	Bull	Bear
S1	17,365	R1	21,303	RSI above 50	
S2	16,202	R2	23,674		
S3	11,700	R3	26,664		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Technically bullish last week with the index in a corrective phase, the downside move traded below USD 17,892 meaning the technical is now neutral. We have seen a small move to the upside meaning the index is above the 8-21 period EMA's with the RSI still above 50.
- Downside moves that close below the USD 17,365 level will warn that the USD 16,202 and USD 11,700 support levels could be vulnerable.
- Technically bullish but with a neutral bias, the index is finding support within the 8-21 period EMA's: however, the RSI has failed to hold above the 64 level, suggesting buyside momentum is weakening, warning support levels could yet come under pressure.



Capesize November 22 (1 Month forward)

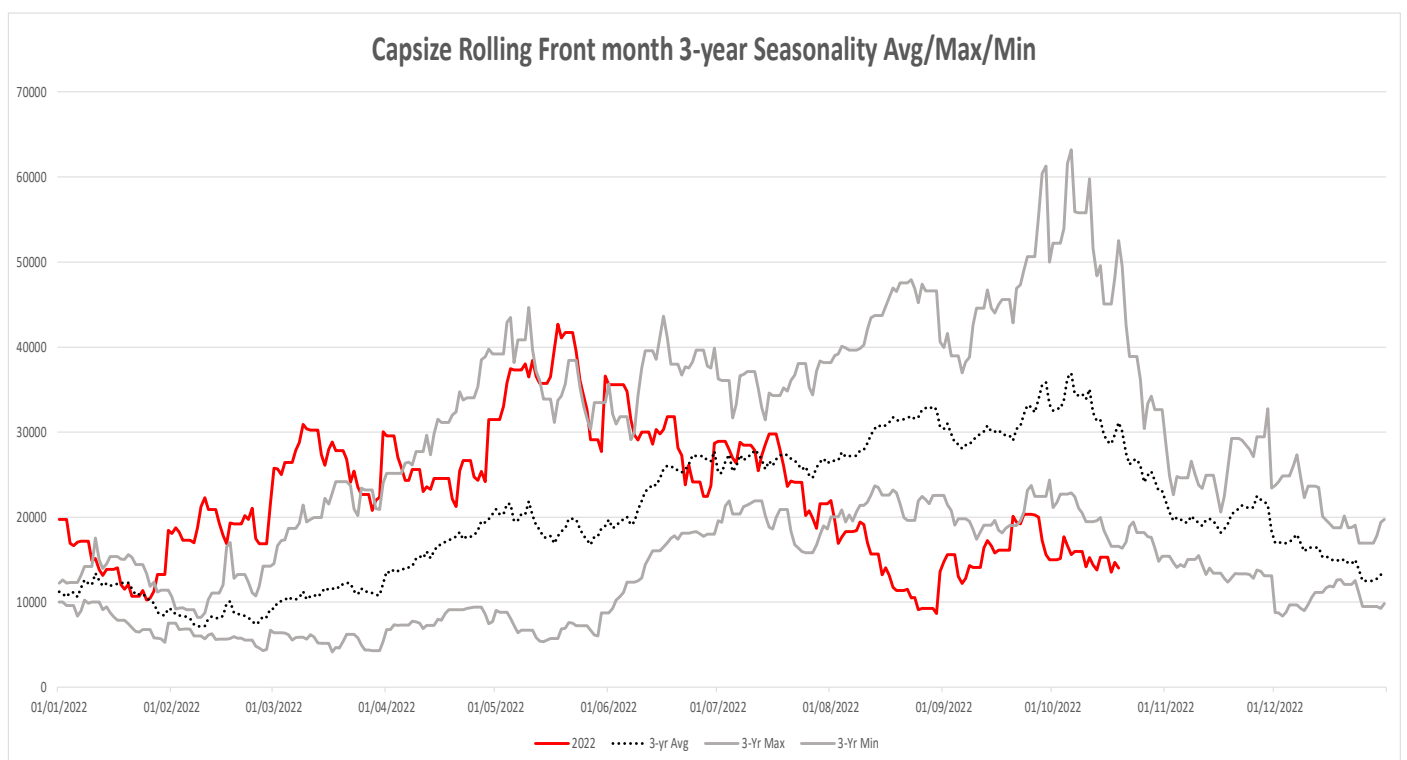


Support		Resistance		Current Price	Bull	Bear
S1	12,799	R1	15,500	13,875	Stochastic oversold	RSI below 50
S2	11,233	R2	16,965			
S3	8,575	R3	18,750			

Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is below 50 (45)
- Stochastic is oversold
- Technically bearish last week on the head and shoulders breakout, the futures are lower but in a bit of a consolidation phase with price holding below the 8-21 period EMA's whilst the RSI is below 50.
- Upside moves that fail at or below USD 16,965 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 18,750 is the technical bullish.
- Downside moves that close below USD 13,875, or trade below USD 13,450 will warn that the USD 12,799 and USD 11,233 support levels could be tested in the near term. Likewise, upside moves above USD 15,500 will warn that the USD 16,965 resistance could come under pressure.
- Technically bearish, the futures are testing the near-term support levels, these will need to be broken for the head and shoulders pattern to gain momentum.

Source Bloomberg



Capesize Q1 23 (Rolling front QTR)

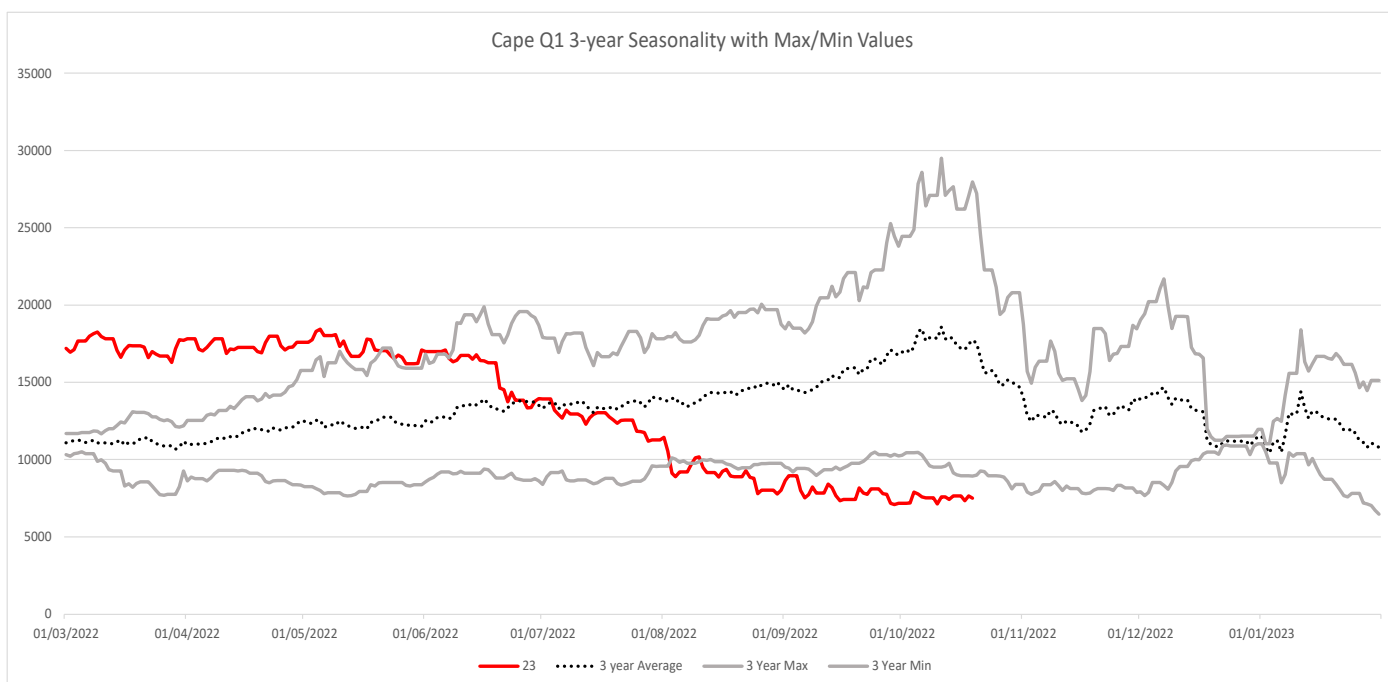


	Support	Resistance	Current Price	Bull	Bear	
S1	7,000	R1	7,500		RSI below 50	
S2	6,850	R2				8,125
S3	6,600	R3				8,375

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA
- RSI is below 50 (43)
- Stochastic is overbought
- Sideways action in the Q1 futures in the last week with the futures trading between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 7,742 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 8,125 is the technical bullish.
- The RSI is below 50 with the stochastic in overbought territory, momentum is warning that the futures are vulnerable to further tests to the downside. However, downside moves that trade USD 6,850 will create a positive divergence with the RSI, not a buy signal it does warn that we have the potential to see a momentum slowdown.
- A conflicting technical as price is bearish with momentum suggesting support levels are vulnerable. The potential of a divergence would suggest that the futures are not considered a sell below USD 6,850 whilst seasonality would imply the futures are looking a little undervalued.



Capesize Cal 23



	Support	Resistance	Current Price	Bull	Bear
S1	12,713	R1	14,117		RSI below 50
S2	11,750	R2	14,525		
S3	10,535	R3	15,077		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (40)
- Stochastic is above 50
- Technically bearish with a neutral bias last week due to the futures consolidating. If we did trade to a new low the divergence would need to be monitored. Price remains in consolidation with the futures below the 8-21 period EMA's supported by the RSI below 50.
- An unchanged technical that is bearish with a neutral bias that has the potential to diverge on a new low, meaning it would not be considered a technical sell.

