



Capesize Technical Report

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Index

Technically unchanged from last week. Price continues to track the 3-year average low levels with near-term support at USD 2,500. A close above USD 3,956 will signal that buy-side momentum is improving, warning we could see a move higher.

March 23

We have seen a move to the upside on the back of the futures roll from Feb to March, meaning the technical although still bearish now has a neutral bias. Downside moves that hold at or above USD 6,270 will support a near-term bull argument, below this level we target the USD 5,250 low; upside moves above USD 9,125 will take the technical into bullish territory. The RSI is below 50 with the stochastic nearing overbought territory, providing the RSI remains below 50 then momentum will be vulnerable to a move to the downside. A note of caution here as the non-rolling contract is showing signs of exhaustion on the intraday chart, making USD 6,270 the key support to follow.

Q2-23

The downside move below USD 12,125 signaled that the futures are in a complex corrective phase, resulting in the USD 12,542 level being breached. We remain bullish but now have a neutral bias, upside moves that fail at or below USD 13,721 will leave the futures vulnerable to further tests to the downside, above this level the technical will target the USD 14,350 fractal resistance. Intraday Elliott wave analysis continues to suggest that this move lower is countertrend. A close above USD 12,925 will warn that buy-side momentum is improving, warning resistance levels could be vulnerable.

Cal 24

Technically bullish last week as price was failing to hold above the 200-period MA due to a negative divergence in play, suggesting support levels were vulnerable. We have seen a corrective move lower with price trading in the Fibonacci support band. Bullish but in a corrective phase with the RSI at 51 whilst the stochastic is in oversold territory, providing the RSI can hold above 50 then momentum will be vulnerable to a test to the upside. Intraday Elliott wave analysis would suggest that any downside move should be considered as countertrend at this point, making USD 14,384 the key support to follow.

Capesize Index

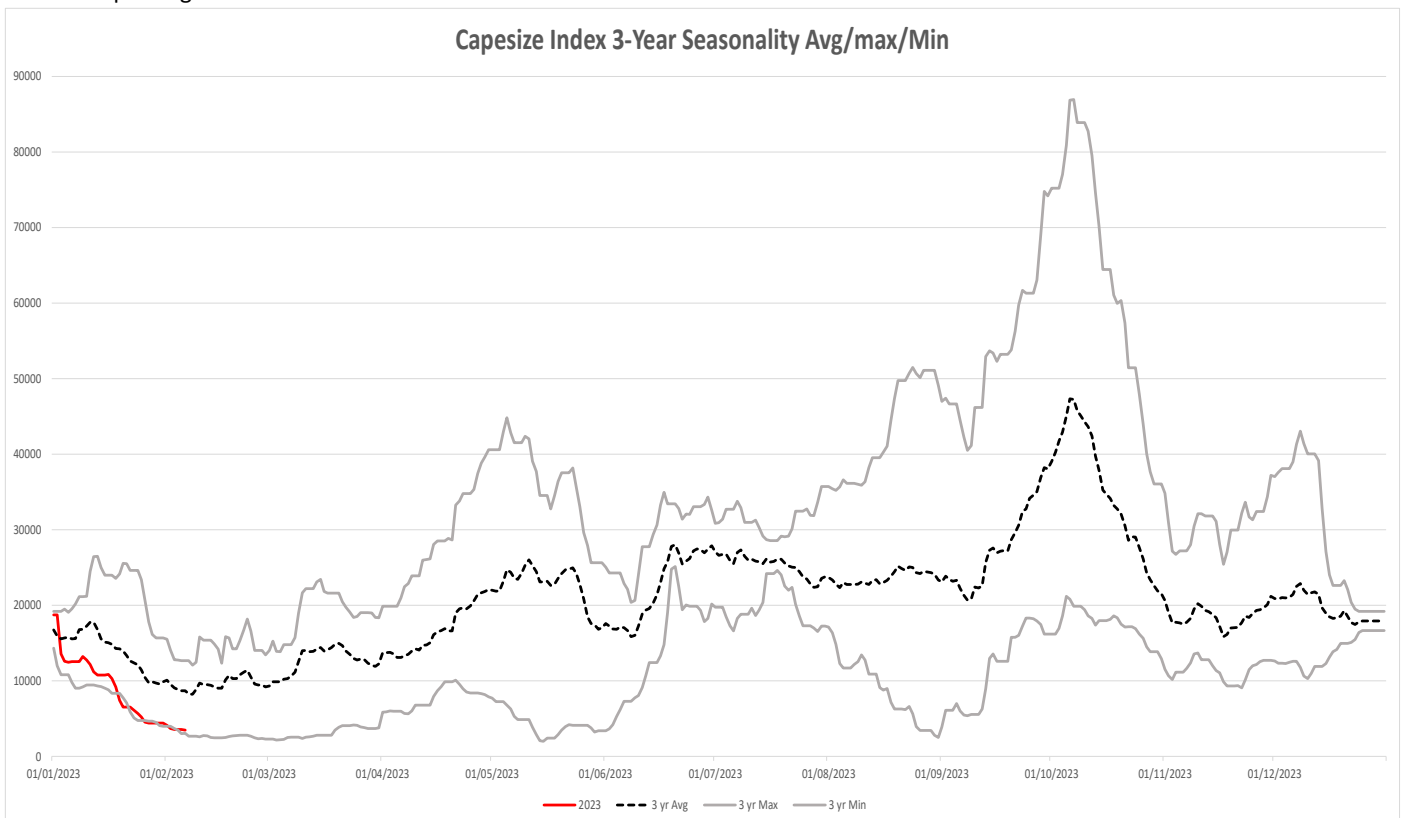


Support	Resistance	Current Price	Bull	Bear
S1	R1	3,475	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (28)
- Stochastic is oversold
- Technically bearish last week with the index tracking 3-year seasonality lows with near-term support around the USD 2,500 level. The index continues to move lower with price continuing to follow the seasonality low values. We remain below all key moving averages supported by the RSI below 50.
- Momentum based on price remains aligned to the sell side, a close above USD 3,956 will mean it is aligned to the buyside. Upside moves that fail at or below USD 9,917 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically unchanged with price tracking seasonality low values. A close above USD 3,956 will signal buyside momentum is improving.



Capesize March 23 (1 Month forward)

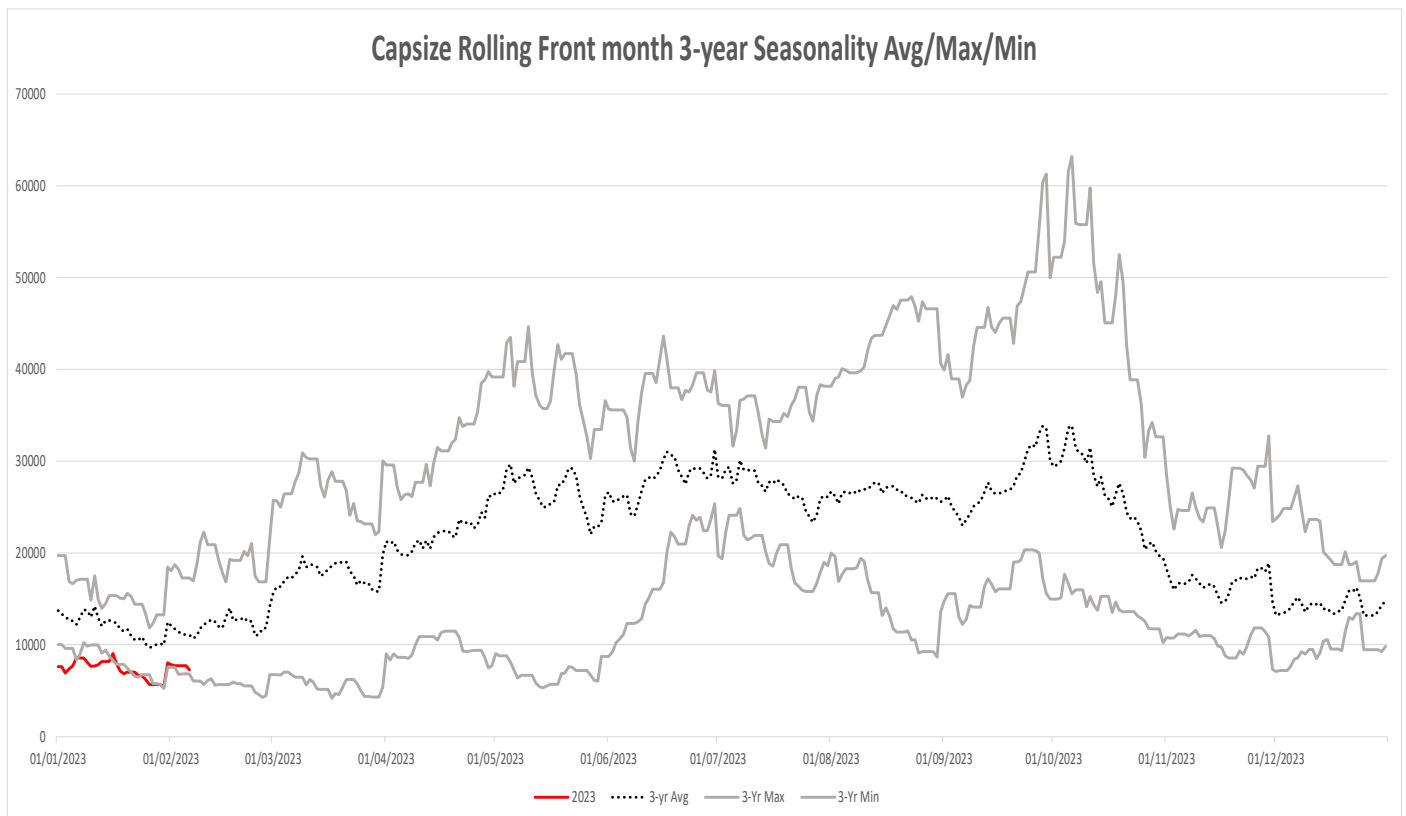


Support		Resistance		Current Price	Bull	Bear
S1	7,104	R1	7,895	7,250		RSI below 50
S2	6,750	R2	8,366			
S3	6,270	R3	9,167			

Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is below 50 (46)
- Stochastic is above 50
- The roll into March has resulted in the futures gapping higher, the technical although bearish now has a neutral bias. Price is above the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 6,270 will support a near-term bull argument, below this level we target the USD 5,250 fractal low. Upside moves above USD 9,125 will create a higher high, at this point the technical is bullish.
- The upside move due to the roll means that the stochastic is nearing overbought territory, whilst the RSI remains below 50. Providing the RSI holds below 50 then momentum will be vulnerable to a test to the downside. However, we have a note of caution as the intraday March outright (non-rolling contract) is showing signs of exhaustion. Key support to follow is at USD 6,270.

Source Bloomberg



Capesize Q2 23 (Rolling front QTR)

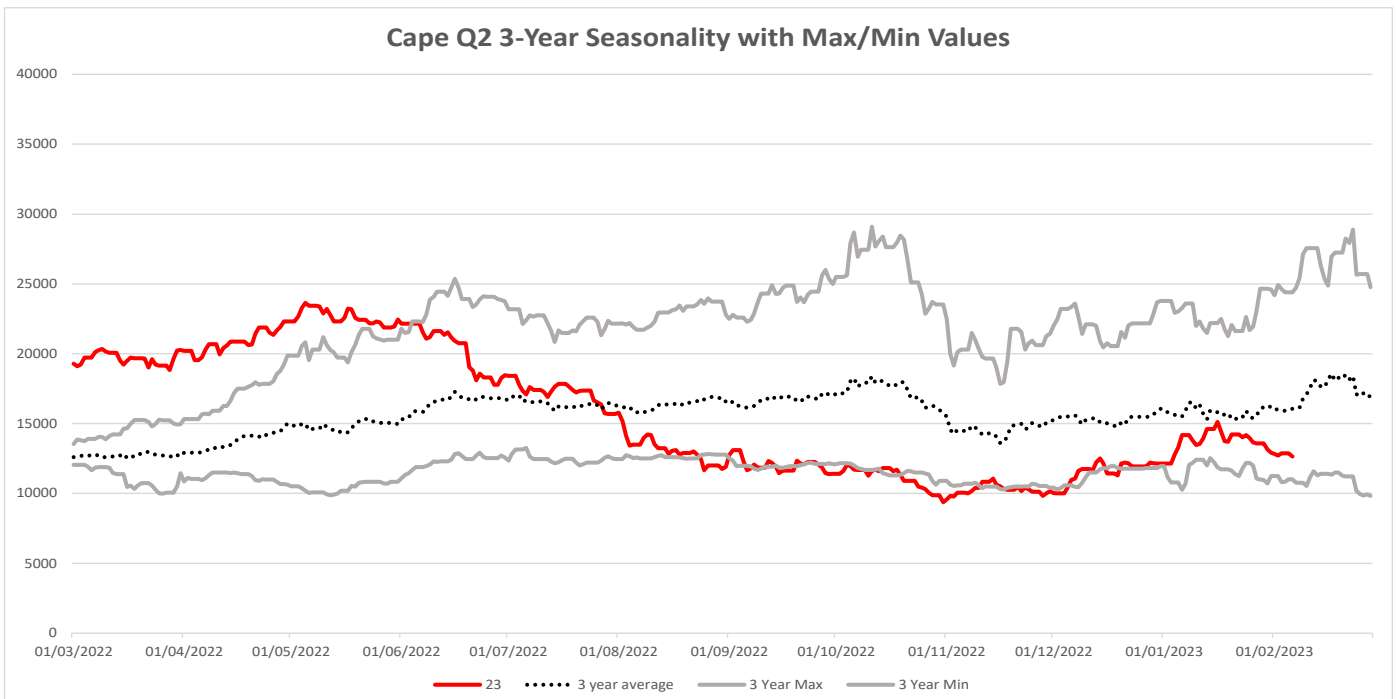


	Support	Resistance	Current Price	Bull	Bear
S1	12,542	R1	13,206	Stochastic oversold	
S2	12,063	R2	13,425		
S3	11,250	R3	13,721		

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA
- RSI is above 50 (54)
- Stochastic is above 50
- Technically bullish last week with the futures in a corrective phase. The move below USD 12,125 signaled that the futures were in a complex corrective phase, resulting in the USD 12,542 support being breached. Price is below the 8-21 period EMA supported by the RSI below 50.
- Upside moves that fail at or below USD 13,721 will leave the futures vulnerable to further tests to the downside, above this level the futures will target the USD 14,350 fractal resistance. Only below USD 11,250 is the technical bearish.
- Technically bullish but with a neutral bias, the futures remain in a corrective phase. Intraday Elliott wave analysis continues to suggest that this move lower is countertrend. A close above USD 12,925 will warn that buy-side momentum is improving, warning resistance levels could be vulnerable.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	14,800	R1	14,950	RSI above 50	
S2	14,384	R2			
S3	14,056	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is above 50 (51)
- Stochastic is oversold
- Technically bullish last week the futures were failing to hold above the 200-period MA with price moving lower on the back of a negative divergence, suggesting support levels could be vulnerable. the futures have moved lower with price now in the Fibonacci support zone. Price is below the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 14,384 will support a near-term bull argument, below this level the technical will have a neutral bias. Only below USD 13,500 is the technical bearish.
- Technically bullish but in a corrective phase ,the RSI is at 51 with the stochastic in oversold territory, providing the RSI can hold above 50 then momentum will be vulnerable to a test to the upside. Intraday Elliott wave analysis would suggest that any downside move should be considered as countertrend at this point, making USD 14,384 the key support to follow.

Cape Calendar 3-year Seasonality Avg/Max/Min

