



Capesize Technical Report

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Index

We remain technical bearish but momentum based on price is now aligned to the buyside, supported by the RSI moving above its moving average. Key resistance remains unchanged at USD 9,197, upside moves that fail at or below this level will leave the index vulnerable to further tests to the downside, above this level we have a neutral bias. Seasonality charts are turning bullish, supporting the change in momentum, suggesting we have the potential to move higher from here.

March 23

Technically bearish with a neutral bias, the intraday technical continues to suggest that we should be cautious on downside moves, as below USD 7,150 the futures 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 below this level. Key support remains unchanged at USD 6,440; downside moves that hold at or above this level will support a near-term bull argument, only above USD 9,125 is the technical bullish. A cautious bear as price will be in divergence if it moves much lower.

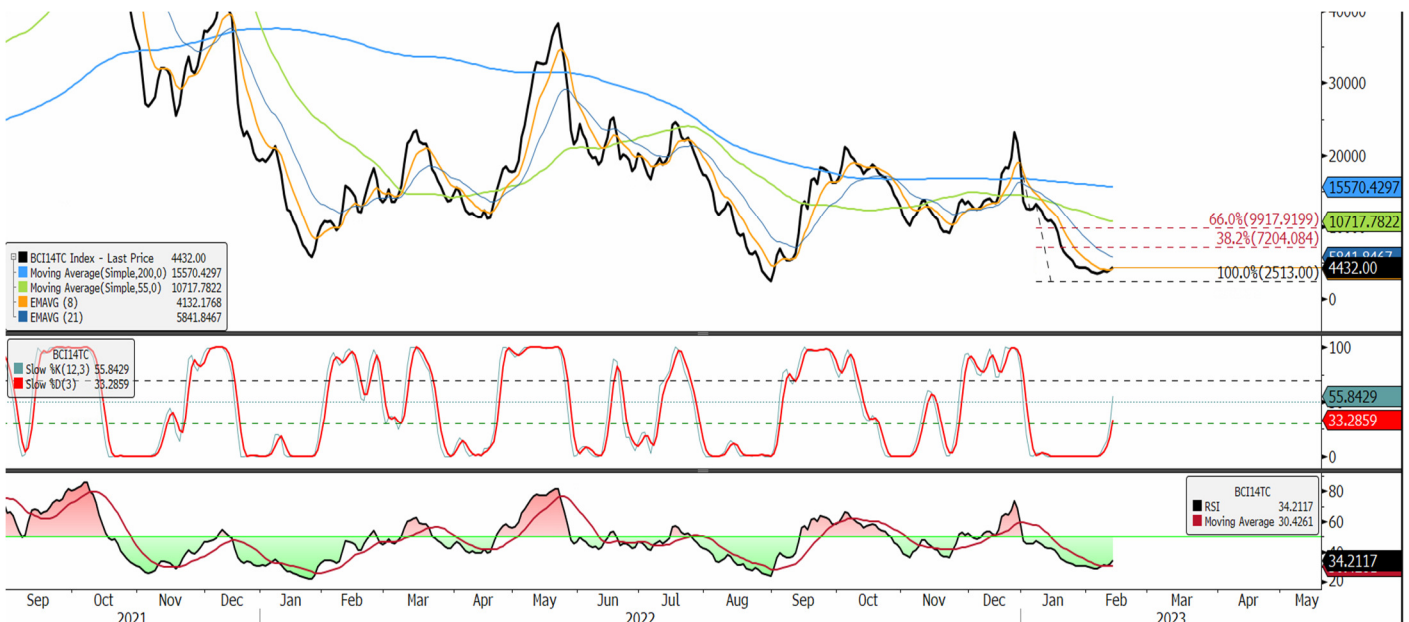
Q2 23

Technically bullish but with a neutral bias last week, the upside move above USD 13,721 (high USD 13,725) means the technical is considered as bullish again. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend with key support at USD 12,542. Upside moves above USD 14,350 will warn that the USD 15,050 could be tested and broken.

Cal 24

Technically bullish but in a corrective phase last week, the futures initially moved higher before correcting back to last weeks levels. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend with key support at USD 13,384.

Capesize Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	4,432		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (34)
- Stochastic is below 50
- Technically bearish last week with the index continuing to track 3-year seasonality low values. A close above USD 3,956 would signal buyside momentum was improving. The index has moved higher with price now between the 8-21 period EMA's, the RSI remains below 50.
- Momentum based on price is now aligned to the buyside, a close below USD 3,848 will mean it is aligned to the sell side. 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.
- We are technically bearish, but momentum based on price is improving whilst the RSI is now above its moving average, suggesting we have the potential to see further upside moves in the near-term. Key resistance remains unchanged at this point at USD 9,917 whilst seasonality average values are moving higher.

Capesize Index 3-Year Seasonality Avg/max/Min



Capesize March 23 (1 Month forward)

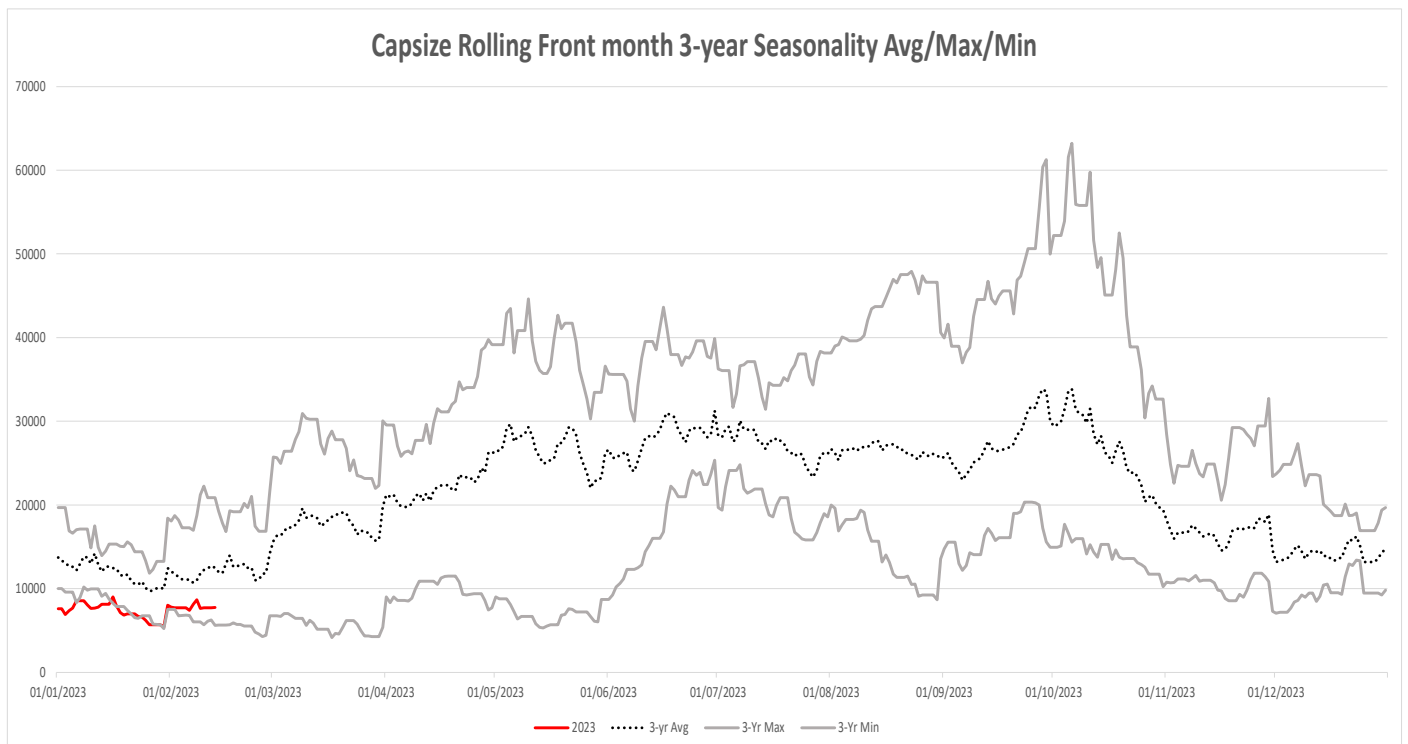


Support		Resistance		Current Price	Bull	Bear
S1	7,413	R1	9,125	7,775		RSI below 50
S2	7,000	R2	9,508			
S3	6,440	R3	10,150			

Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is below 50 (48)
- Stochastic is overbought
- Technically bearish with a neutral bias last week, the RSI was below 50 with the stochastic nearing overbought territory, if the RSI held below 50 then momentum would be vulnerable to further tests to the downside. However, we also noted that we were cautious on downside moves as the intraday March contract (I.E. the non-rolling) was showing signs of exhaustion. The futures held support in the near-term with price moving higher before correcting on Thursday. Price is above the 8-21 period EMA's with the RSI below 50 (48.5).
- Downside moves that hold at or above USD 6,440 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.
- We remain technically bearish with a neutral bias with the intraday technical suggesting caution on downside moves as we have the potential to create a positive divergence below USD 7,150. Key support is currently holding (USD 6,440) which supports a near-term bull argument.

Source Bloomberg



Capesize Q2 23 (Rolling front QTR)

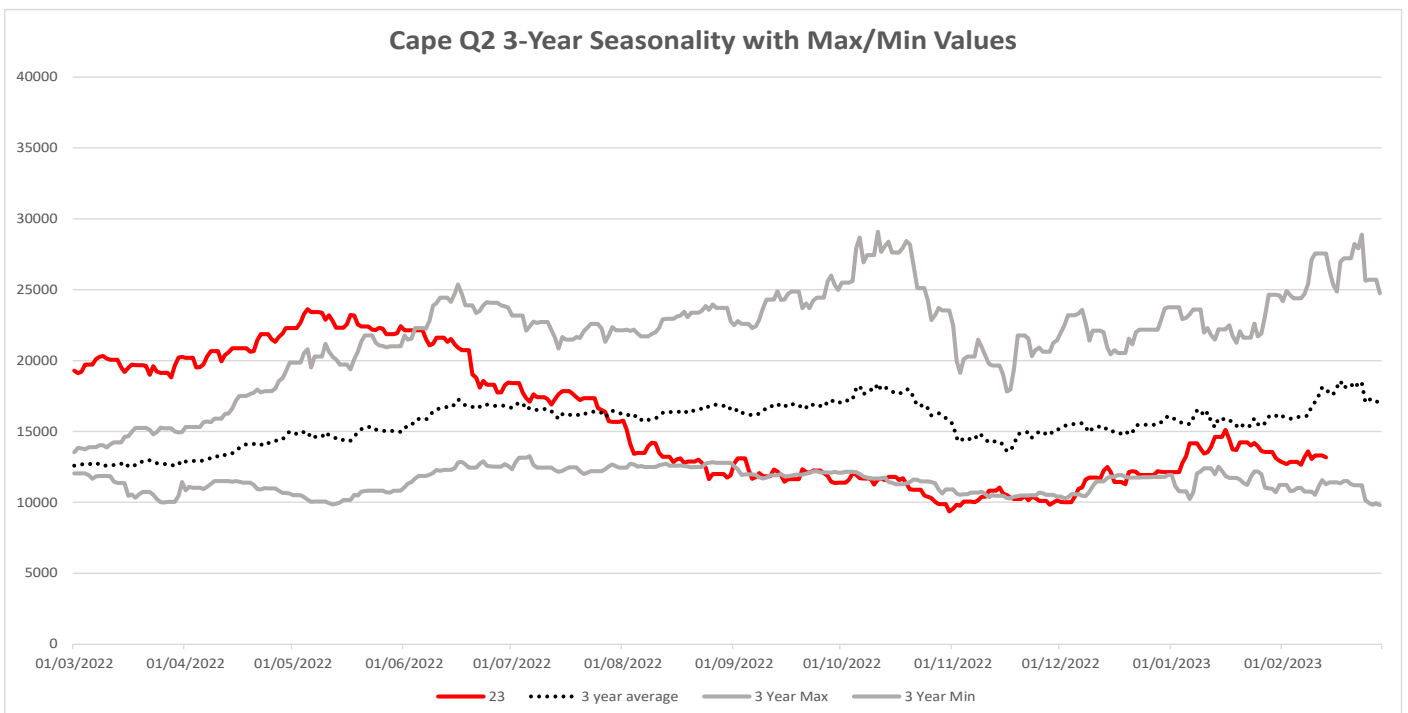


	Support	Resistance	Current Price	Bull	Bear
S1	12,542	R1	13,350	RSI above 50	
S2	12,063	R2			
S3	11,250	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (52)
- Stochastic is above 50
- Technically bullish but with a neutral bias last week, the futures remained in a corrective phase. Intraday Elliott wave analysis continued to suggest that the move lower looked to be countertrend. A close above USD 12,925 warned that buyside momentum was improving, warning resistance levels could be vulnerable. The futures closed above USD 12,925 with price trading to a high of USD 13,725 before correcting on Thursday. Price is above the 8-21 period EMA's with the RSI above 50.
- Having breached the USD 12,542 support the technical had a neutral bias; however, the high on the 09/02 above the USD 13,721 level (high USD 13,725) would now suggest the technical is back in bullish territory.
- Technically bullish with Elliott wave analysis suggesting downside moves should be considered as countertrend. Upside moves above USD 14,350 will warn that the USD 15,050 resistance could be tested and broken. Key support is at USD 12,542 with resistance at USD 14,350.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	14,800	R1	15,641	RSI above 50	
S2	14,384	R2	16,100		
S3	14,056	R3	16,742		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is above 50 (51)
- Stochastic is below 50
- Technically bullish but in a corrective phase last week, the RSI was at 51 with the stochastic in oversold territory, providing the RSI could hold above 50 then momentum would be vulnerable to a test to the upside. Intraday Elliott wave analysis suggested that any downside move should be considered as countertrend, making USD 14,384 the key support to follow. The futures initially moved to a high of USD 15,450 before retracing back to last weeks levels. 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.
- We remain technically bullish with price in a corrective phase. If the RSI can continue to hold above 50 then momentum remains vulnerable to a test to the upside. Key support remains unchanged at USD 14,384 with Elliott wave analysis continuing to suggest that downside moves should be considered as countertrend.

Cape Calendar 3-year Seasonality Avg/Max/Min

