



# Capesize Technical Report

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## Index

Technically bullish we have now seen a move that is holding above the 55-period MA, warning that the 200-period MA at USD 14,173 is now vulnerable. The RSI is at an inflection point at 64, if we can move above and hold above this level it will warn that resistance levels are vulnerable; however, if we fail to hold above this level, we could see the index enter a corrective phase. A close below USD 7,950 will indicate that momentum based on price is starting to weaken, warning the USD 5,231 support could be vulnerable.

## April

The futures remain in a bullish trending environment with price rolling into the April contract. Intraday Elliott wave analysis would suggest we have a potential upside target as high as USD 20,010 for this phase of the cycle with downside moves considered as countertrend. However, the intraday RSI remains in divergence, warning we have the potential to see a momentum slowdown. Downside moves below USD 14,000 will leave daily support levels vulnerable.

## Q2 23

Technically bullish last week with only a one-day pullback, meaning Elliott wave analysis would suggest downside moves should still be considered as countertrend. We have a potential upside target at USD 19,268 for this phase of the cycle based on the William's method; however, we are in divergence with the RSI on the intraday, warning we could see a momentum slowdown. Key support to follow is at USD 14,349, the technical is bullish above this level and neutral below.

## Cal 24

Technically bullish the close above USD 15,450 resulted in the futures trading to a new high, meaning we are now in divergence with the RSI. Elliott wave analysis would suggest we have a potential upside target at USD 17,060 for this phase of the cycle; however, we are in divergence with the RSI, warning we could see a technical pullback, making USD 15,194 the key support to follow.

# Capesize Index

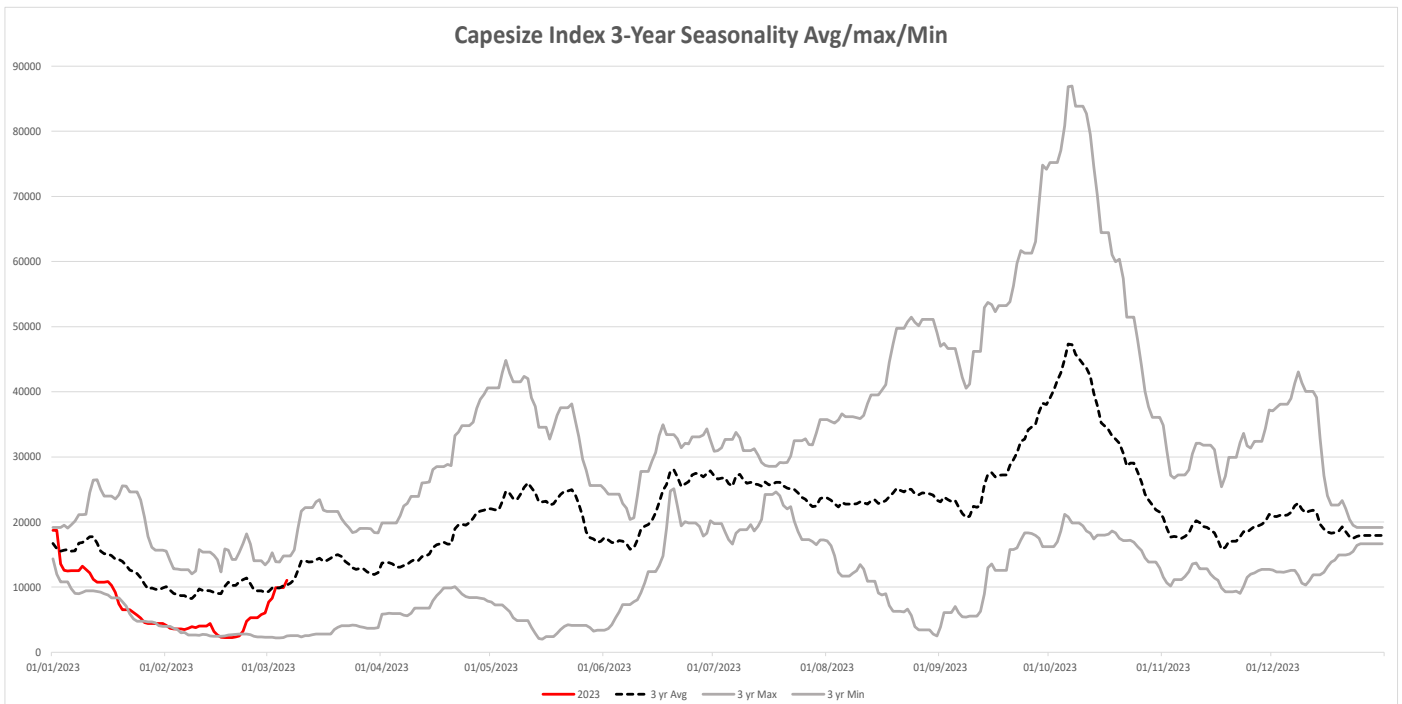


	Support	Resistance	Current Price	Bull	Bear
S1	7,672	R1	13,237	RSI above 50	Stochastic overbought
S2	6,636	R2	13,600		
S3	5,231	R3	14,173		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Technically bullish last week, the RSI was below 50 with the stochastic in overbought territory, providing the RSI could hold below 50, then momentum would be vulnerable to a test to the downside. However, the MA on the RSI was turning higher, suggesting momentum was turning to the buyside, supporting the upside price action. This would indicate that support levels should in theory hold if tested in the near-term; market buyers would want to see the RSI move above 50. With momentum supported we have seen the RSI move above 50, price remains above the short and medium-term moving averages.
- Momentum based on price is now aligned to the buyside, a close below USD 7,950 will mean it is aligned to the sell side. Downside moves that hold at or above USD 5,231 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish with price holding above the 55-period MA, suggesting we now target the 200-period MA at USD 14,173. The RSI is now at a key level, if it can move above and hold above the 64 level then it will warn that upside resistance levels could be tested and broken. Average seasonality values support a bullish move at this point.



# Capesize April 23 (1 Month forward)



Support		Resistance		Current Price	Bull	Bear
S1	14,000	R1	17,714	16,750	RSI above 50	Stochastic overbought
S2	12,785	R2	18,862			
S3	11,375	R3	20,010			

## Synopsis - Intraday

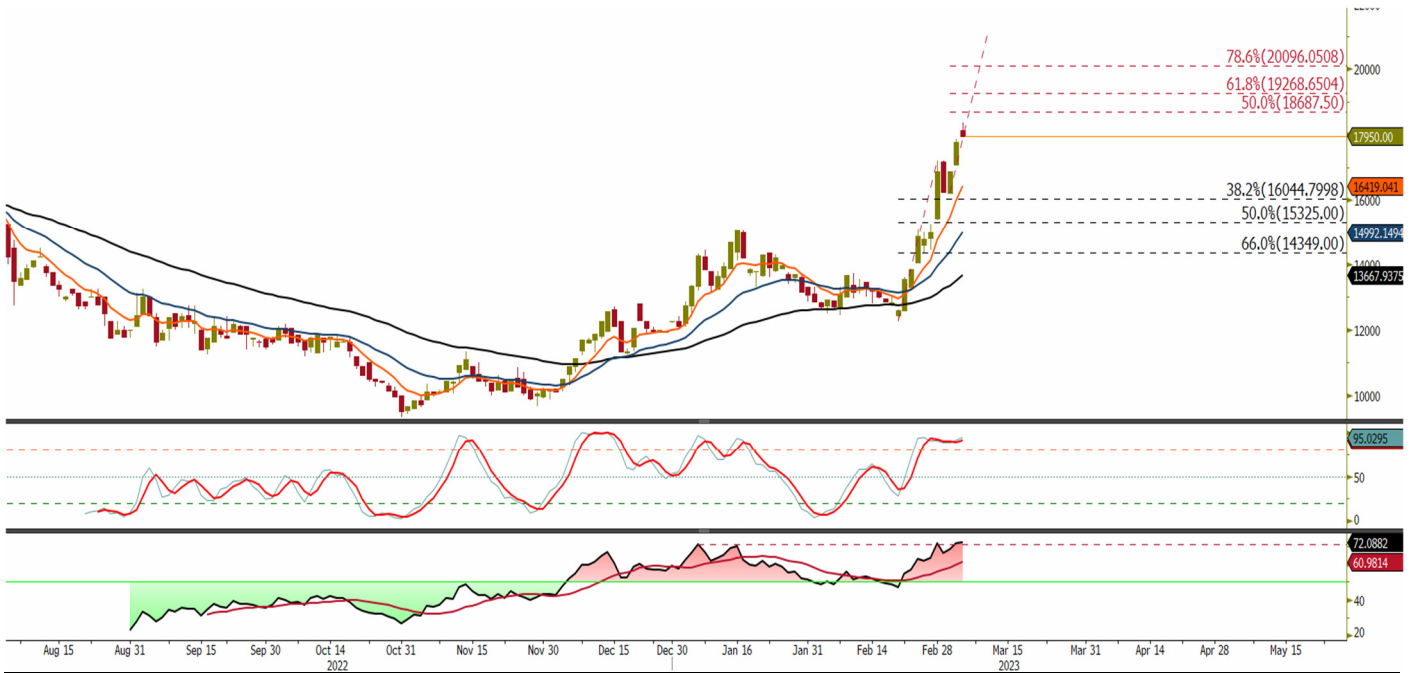
- Price is above the 8-21 period EMA
- RSI is above 50 (56)
- Stochastic is overbought
- Technically bullish last week, intraday momentum indicators and the Elliott wave cycle suggested that downside moves should be considered as countertrend, making USD 6,556 the key support to follow. The futures remain technically bullish and in trend with the rolling front month contract rolling into April. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 9,463 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 5,400 is the technical bearish.
- Technically bullish, intraday Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. Key support on the intraday is at USD 14,000, below this level will warn that daily support levels have the potential to come under pressure. The intraday RSI is in divergence warning we have the potential to see a momentum slowdown, and will need to be monitored.

Source Bloomberg

## Capesize Rolling Front month 3-year Seasonality Avg/Max/Min



# Capesize Q2 23 (Rolling front QTR)

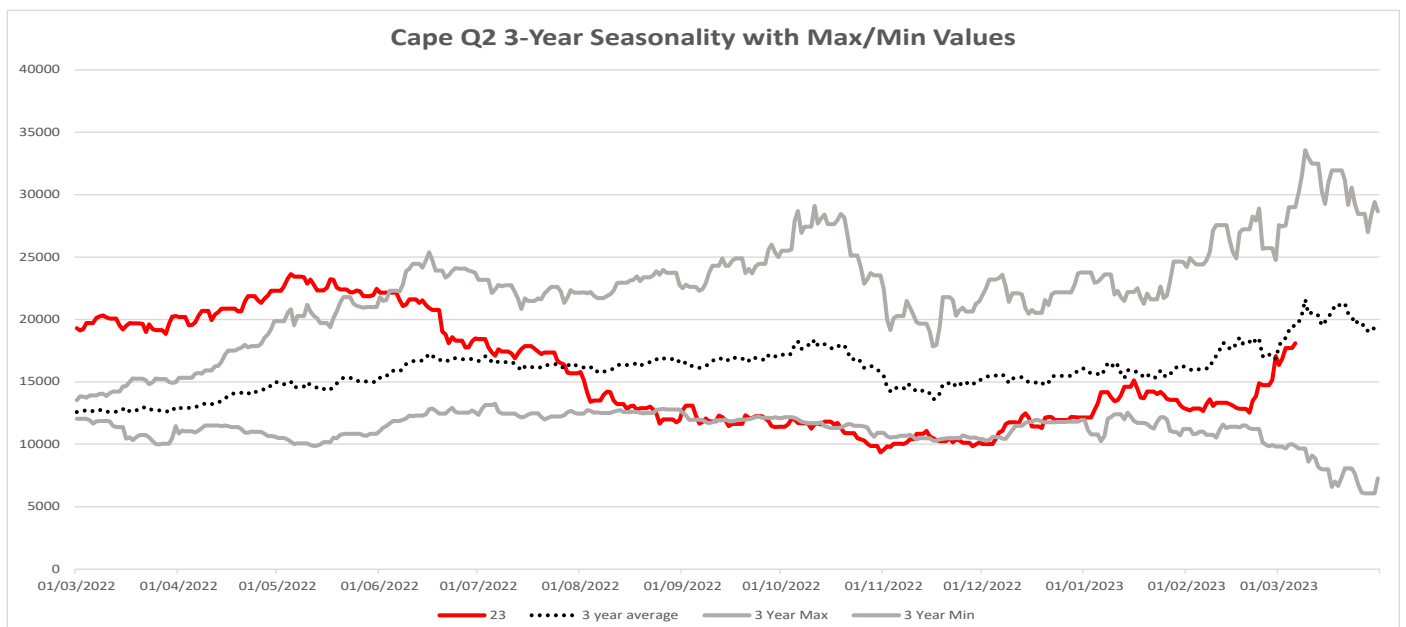


	Support	Resistance	Current Price	Bull	Bear
S1	16,044	R1	18,687	RSI above 50	Stochastic overbought
S2	15,325	R2	19,268		
S3	14,349	R3	20,096		

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (72)
- Stochastic is overbought
- The new high last week meant that the RSI was in divergence with price, not a sell signal it did warn we have the potential to see a momentum slowdown and needed to be monitored. However, intraday Elliott wave analysis also suggested that downside moves have the potential to be countertrend, making USD 13,227 the key support to follow. The futures continued to move higher with price only pulling back for one day. Price remains above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 14,349 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 12,275 is the technical bearish.
- Technically bullish, the pullback on the 01/03 was not considered as deep enough, meaning intraday Elliott wave still suggests that downside moves should be considered as countertrend. Using the William's method, we now have a potential upside target at USD 19,268 for this phase of the cycle. The divergence has failed, supporting a longer-term bull argument; however, the intraday RSI is in divergence, warning we have the potential to see a momentum slowdown in the near-term and will need to be monitored.



# Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	15,638	R1	16,050	RSI above 50	Stochastic overbought
S2	15,450	R2			
S3	15,194	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is at 50 (59)
- Stochastic is overbought
- The upside move above USD 15,450 last week warned that the USD 16,100 fractal resistance was vulnerable. However, the futures had failed to produce a new high close with price rejecting the 200-period MA at USD 15,342. The technical was bullish, but market buyers would want to see a close above that holds above USD 15,450, until we did there was some vulnerability to the downside left in the technical. The futures did close above USD 15,450 resulting in the USD 16,100 fractal resistance being broken. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 15,194 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 14,650 is the technical bearish.
- Technically bullish, Elliott wave analysis would suggest that we have a potential upside target at USD 17,060 for this phase of the cycle. However, the new high means that the futures are now in divergence with the RSI, not a sell signal it does warn that we have the potential to see a momentum slowdown and will need to be monitored.

