



Capesize Technical Report

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Index

Technically we remain bearish, but prices are starting to move higher, a close above USD 12,838 will mean momentum based on price is aligned to the buy side. Momentum is conflicting here as the RSI is below 50 whilst the stochastic is in overbought territory, warning we could see a move lower. However, the MA on the RSI is now turning higher, warning sell side momentum is slowing, suggesting resistance looks vulnerable in the near-term. Based on the RSI making new lows in early June, we maintain our view that upside moves have the potential to be counter-trend at this point.

July 23

Intraday Elliott wave analysis continues to suggest that upside moves should be considered as countertrend at this point, but the move below USD 14,947 warns that support levels remain vulnerable. A bullish takeover candle would suggest that resistance levels could be vulnerable in the near-term; however, the MA on the intraday RSI implies that momentum remains weak, causing a conflict. A cautious bear as a close above USD 15,750 today would suggest a move higher in the short-term.

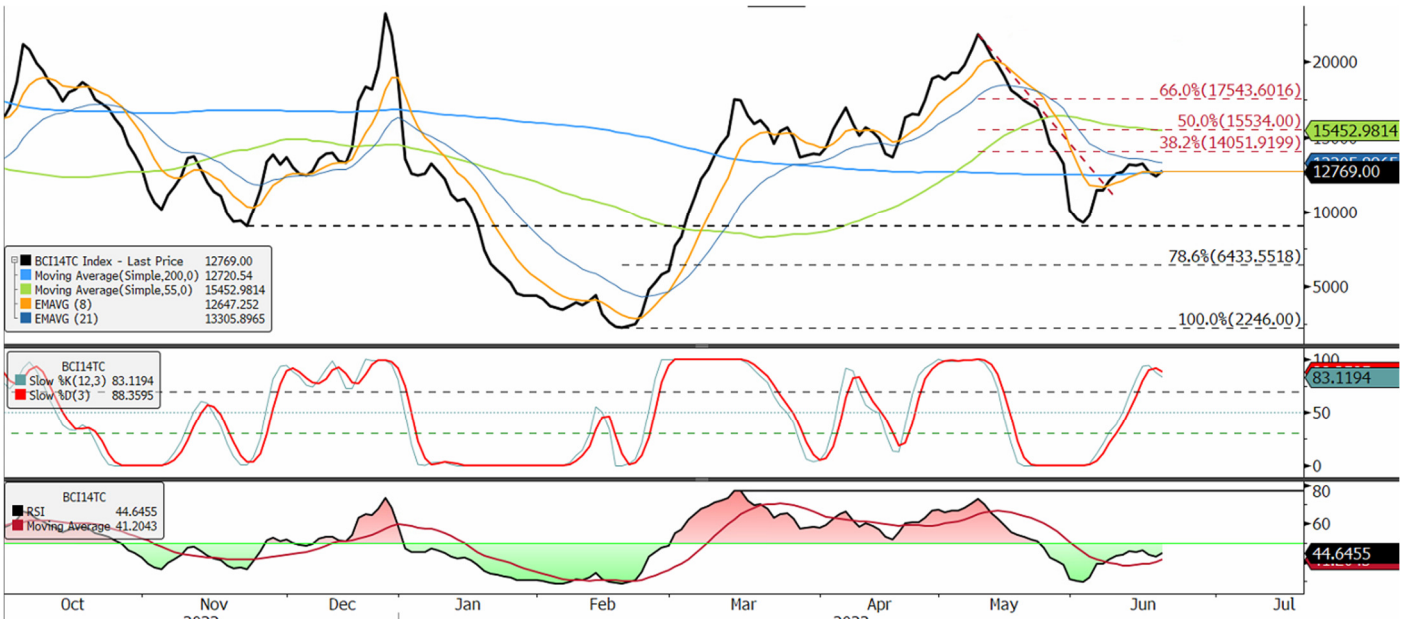
Q3 23

The futures have corrected over the last few days but remain above the USD 16,550 level, supporting a near-term bull argument, a close today above USD 17,250 will warn that resistance levels remain vulnerable in the near-term. However, intraday Elliott wave analysis remains bearish, suggesting any upside moves are potentially countertrend at this point, the RSI low on the 31/05 also warns that any move higher could be against the trend. Bearish, but vulnerable to a move higher over the coming days if we get a bull close.

Cal 24

We have seen a move lower but found bid support over the last two days, meaning price is back at last week's levels (USD 14,600). Like last week, Elliott wave analysis continues to suggest that upside moves are potentially countertrend; however, the MA on the RSI continues to imply that we could move higher in the near-term.

Capesize Index

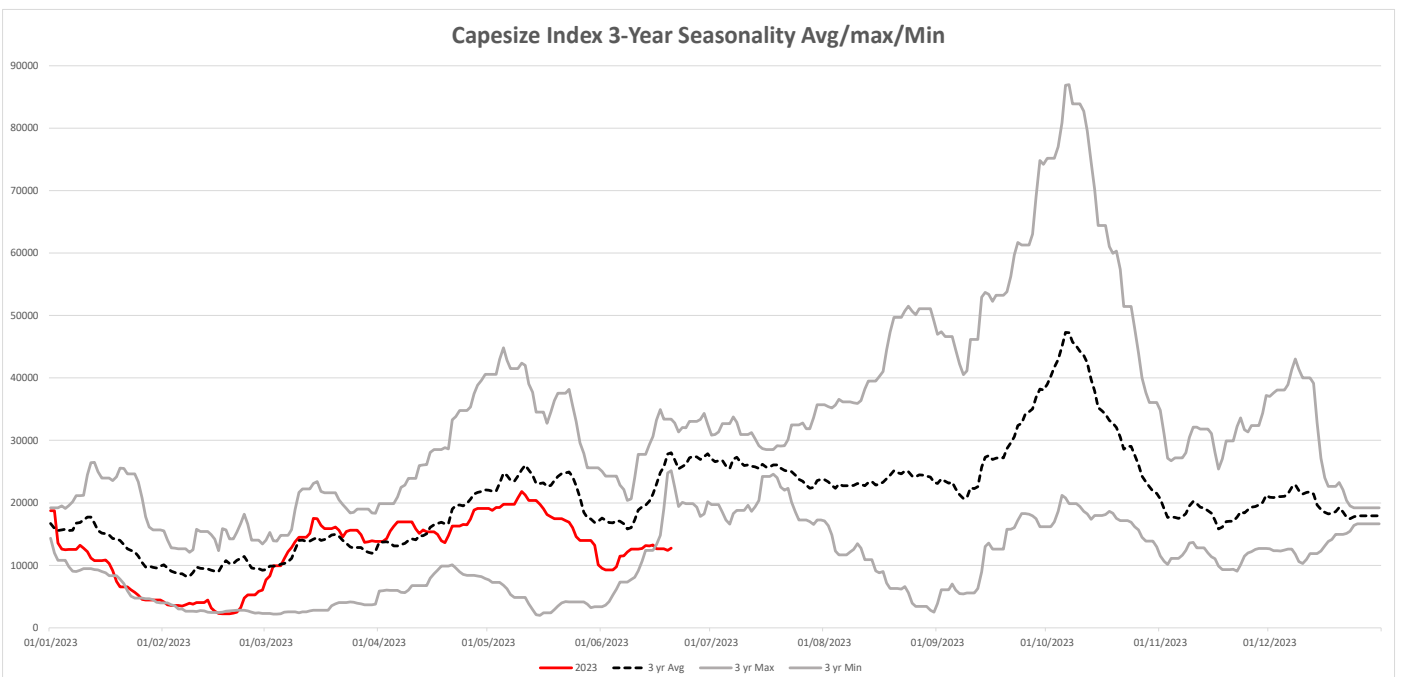


	Support	Resistance	Current Price	Bull	Bear
S1	9,254	R1	13,258		RSI below 50
S2	9,057	R2	14,051		
S3	6,433	R3	15,534		

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is below 50
- Technically bearish last week, the MA on the RSI continues to suggest that momentum was weak, implying resistance levels should in theory hold if tested. As noted previously, with the RSI making new lows, we remain cautious on this upside move as they have the potential to be countertrend. The index traded down to USD 12,375 before finding light bid support, price is now trading between the 8-21 period EMA's with RSI below 50.
- Momentum based on price is aligned to the sell side, a close above USD 12,838 will mean it is aligned to the buy side. Upside moves that fail at or below USD 17,543 will leave the index vulnerable to further tests to the downside, above this level we have a neutral bias.
- Technically we remain bearish, but we are starting to move higher. We now have conflicting momentum signals, as the RSI is below 50 with the stochastic overbought, warning we are vulnerable to a move lower. However, the MA on the RSI is turning higher, implying sell side momentum is slowing down. Resistance does look vulnerable in the near-term but the move lower on the RSI continues to suggest that upside moves could potentially be countertrend, suggesting caution on moves higher at this point.



Capesize July 23 (1 Month forward)

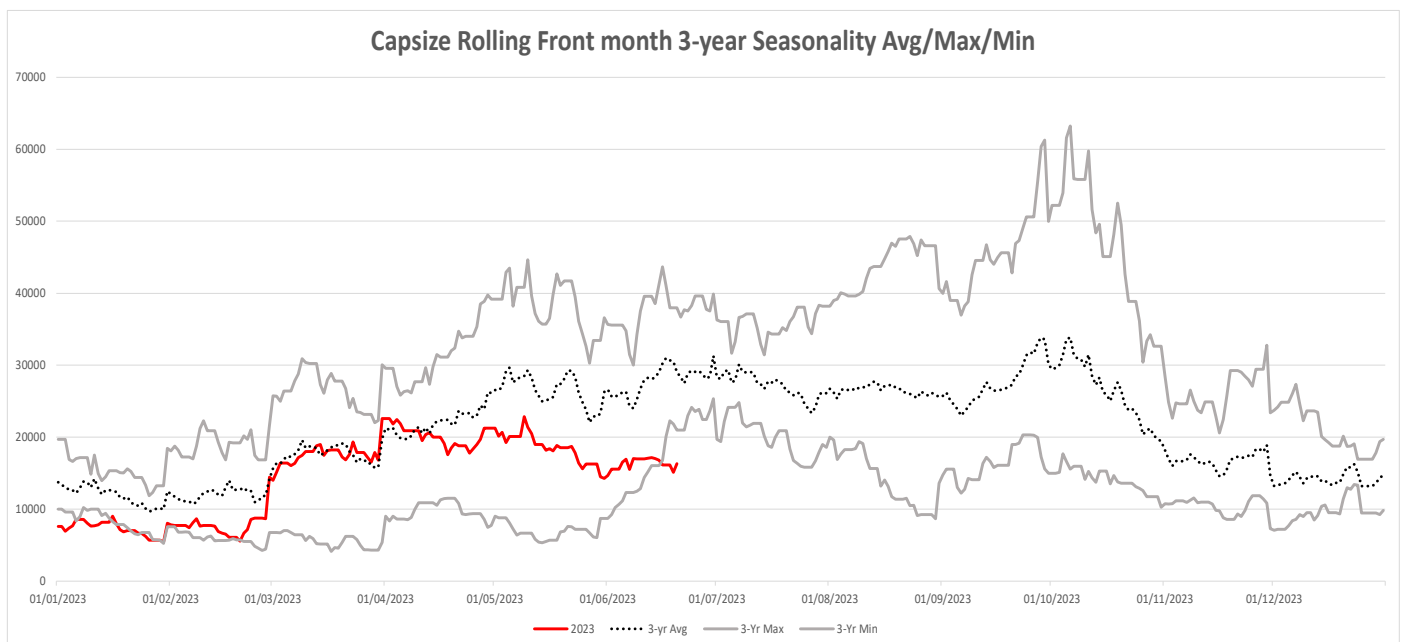


	Support	Resistance	Current Price	Bull	Bear
S1	14,947	R1	16,150		RSI below 50
S2	14,364	R2			
S3	13,375	R3			

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is at 50
- Technically bearish with key resistance at USD 19,810 last week, intraday Elliott wave analysis continued to suggest that upside moves were potentially countertrend. Price was consolidating with the futures creating a small symmetrical triangle, meaning we had a neutral bias creeping into the technical. Based on the intraday Elliott wave cycle, we remained cautious on upside moves. We noted that 3-year average values on the seasonality chart remain bullish until around 18/06. The futures broke to the downside to trade at a low of USD 14,925 before finding buying support today. We remain below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 19,810 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with upside moves considered as countertrend based on the intraday Elliott wave cycle, the downside move below 14,947 is warning that support levels remain vulnerable. Key resistance on the daily chart is at USD 19,810; however, if we do trade above USD 19,250 it will break a key fractal on the intraday, warning the Elliott wave cycle could be failing. A conflict between daily price and intraday momentum at this point, we have a bullish takeover candle on the daily chart whilst the intraday MA on the RSI is implying that momentum remains weak. A cautious bear over the next few days, as a close above USD 15,750 today would suggest we could move higher in the very near-term.

Source Bloomberg



Capesize Q3 23 (Rolling front QTR)

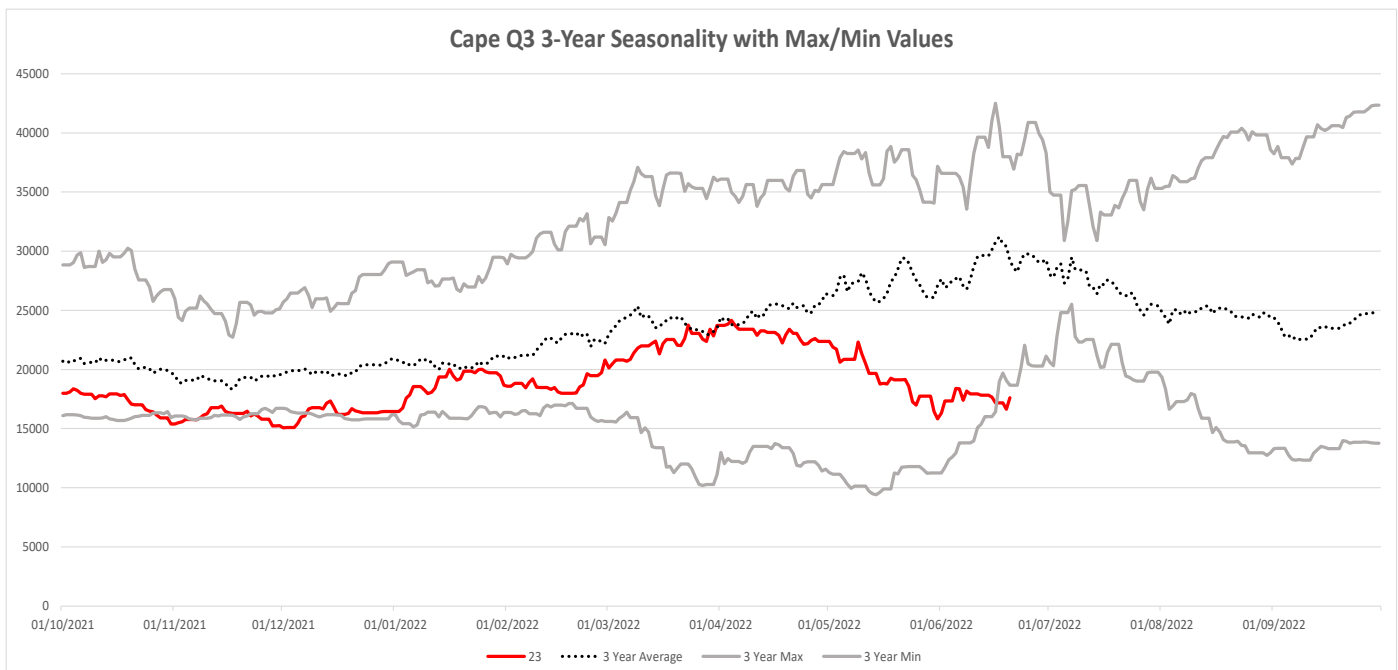


	Support	Resistance	Current Price	Bull	Bear
S1	16,550	R1	17,600		RSI below 50
S2	16,068	R2			
S3	15,250	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8-21 period EMA
- RSI is below 50 (43)
- Stochastic is below 50
- Technically bearish last week, the futures were trading in the Fibonacci support zone; however, we remained above the USD 16,550 level. If broken it would warn that the USD 15,250 support could come under pressure; likewise, if it held it would support a near-term bull argument. Intraday Elliott wave analysis continued to suggest that upside moves were potentially countertrend. The futures traded to a low of USD 16,650 before finding buy-side support today, resulting in the futures trading above the high of yesterday's candle. Price is between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 19,969 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. (Unchanged).
- We are technically bearish with Elliott wave analysis suggesting that upside moves are potentially countertrend, this is supported by the RSI which made a new low on the 31/05. However, the futures are holding above the USD 16,550 level at this point, supporting a near-term bull argument with the MA on the RSI sloping higher. The takeover candle is warning that resistance levels are vulnerable in the near-term. Providing we close above USD 17,250.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	14,027	R1	15,125		RSI below 50
S2	13,650	R2	15,597		
S3	13,272	R3	15,968		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (45)
- Stochastic is below 50
- Technically bearish on the last report, we maintained our view that upside moves look to potentially be countertrend based on our intraday Elliott wave analysis. However, we noted that the MA on the RSI was moving higher, suggested near-term momentum was supported; countering this, 3-year seasonality values looked like it could be about to turn lower, in line with our wave analysis. We did see a small move lower before producing a bullish rejection candle yesterday. Price is below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 15,597 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. (Unchanged).
- The longer-term Elliott wave cycle remains bearish; however, we continue to see momentum supported at this point, warning resistance levels remain vulnerable in the near-term, providing we close above USD 14,550 today.

