



Capesize Technical Report

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Index

Having rejected the upside resistance last week, the downside move below USD 14,018 is warning that the USD 12,375 fractal support could be tested, if broken the USD 9,252 low becomes vulnerable. Momentum is now bearish/neutral as the RSI is below its MA, which is now flat; however, momentum based on price is aligned to the sell side, a close above USD 14,487 is needed for it to become aligned to the buy side. Technically bearish.

Aug

Technically bearish last week with intraday Elliott wave analysis suggesting upside moves should be considered as countertrend, we noted that the USD 14,925 was a key level to follow, if broken the USD 13,375 fractal low could be tested and broken, the futures moved lower before the roll into August created an upside move; however, price has sold lower again with the USD 13,375 fractal support looking like it could soon be broken. Elliott wave analysis would suggest that we have a potential downside target at USD 12,099.

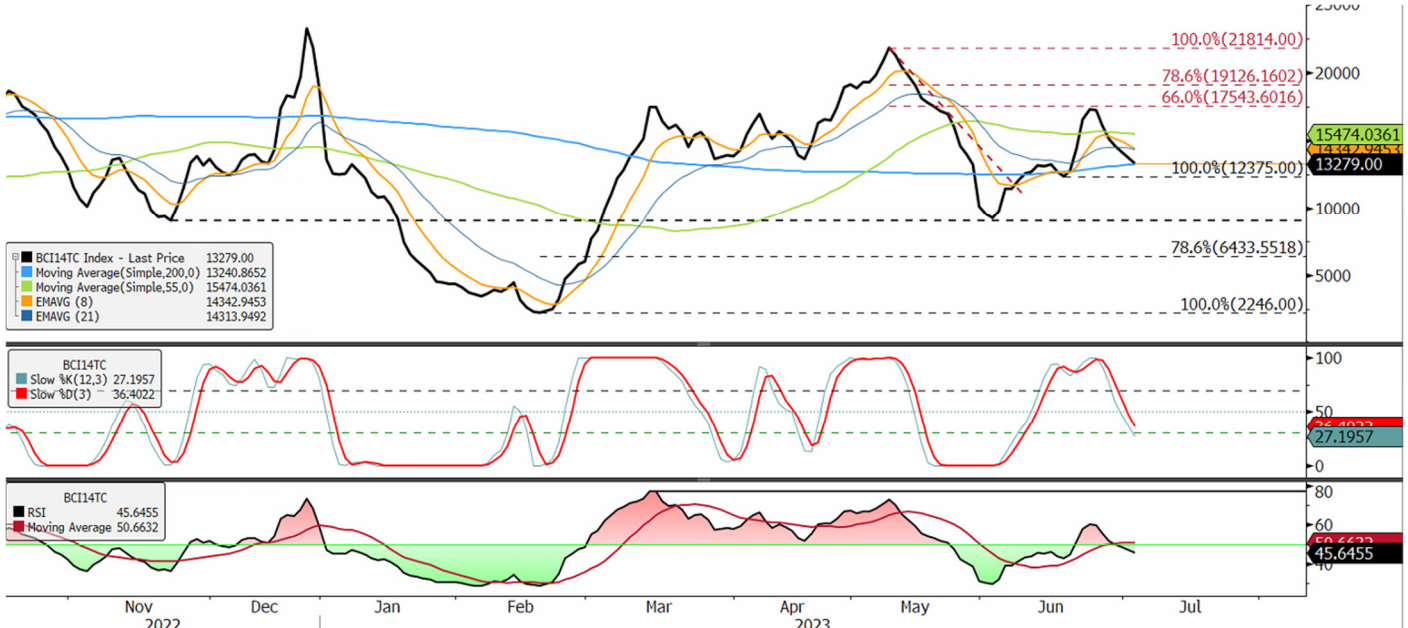
Q3 23

Bearish last week, the move below USD 16,650 warned that the USD 15,250 fractal low could be tested and broken, using the Williams method we had a potential downside target at USD 13,435. The futures have traded to a low of USD 13,700, suggesting the target level could be broken, if it is we have further support at USD 11,902. Intraday Elliott wave analysis continues to suggest that upside moves look like they will potentially be countertrend at this point.

Cal 24

The futures were moving lower last week in line with our Elliott wave cycle, the move below USD 14,300 suggested that the USD 13,650 fractal low was now vulnerable, we also noted that upside moves were still considered as countertrend. Having moved higher for two days the futures have now broken the USD 13,650 level with price trading within USD 150 of our downside target at USD 13,272. We remain bearish with intraday Elliott wave analysis suggesting upside moves still look like they will be countertrend, suggesting the USD 13,272 level will be tested and broken. Further support can be found at USD 12,734.

Capesize Index

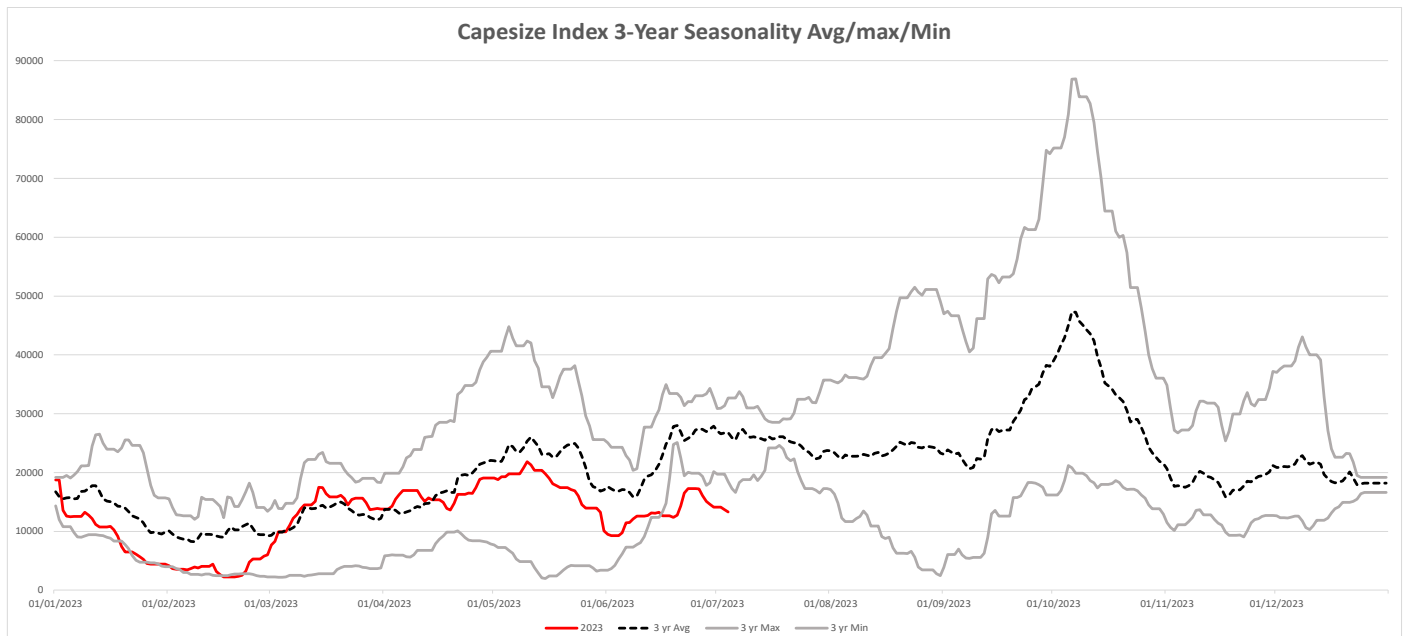


	Support	Resistance	Current Price	Bull	Bear
S1	12,375	R1	17,543		
S2	9,254	R2	19,126		RSI below 50
S3	6,433	R3	21,814		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- The index was rejecting the USD 17,543 resistance last week, warning support levels were vulnerable, downside moves that held at or above USD 14,018 would support a near-term bull argument, below this level the USD 9,252 fractal support would become vulnerable. The MA on the RSI continued to suggest that momentum was supported in the near-term, making USD 14,018 the key support to follow; however, the rejection of the USD 17,543 level would suggest caution on upside moves. We continued to move lower with price trading below the USD 14,018 level. Price is below the 8-21 period EMA's supported by the RSI below 50.
- Momentum based on price is back aligned to the sell side, a close above USD 14,487 will mean it is aligned to the buyside. 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 bearish, the downside move below the USD 14,018 resistance is warning that the USD 12,375 fractal support could be tested and broken. The RSI is now below its MA which is flattening, suggesting momentum is bearish/neutral at this point. Key resistance remains unchanged at USD 17,543.



Capesize Aug 23 (1 Month forward)

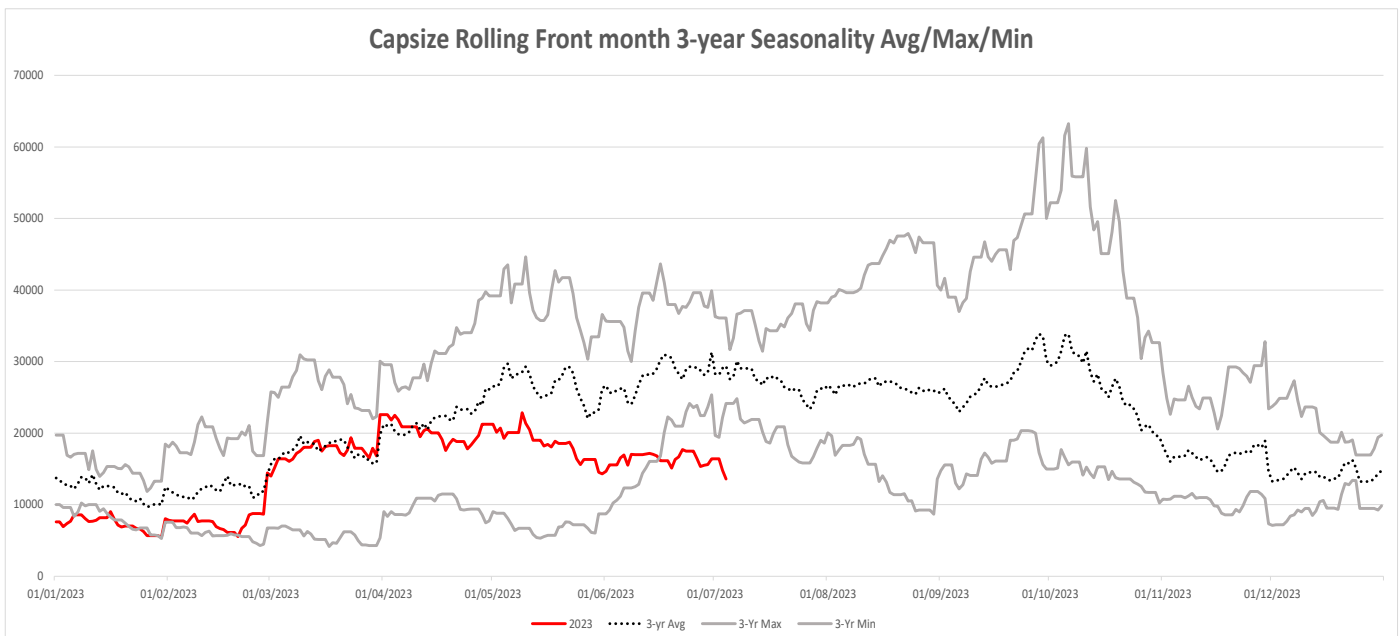


	Support	Resistance	Current Price	Bull	Bear
S1	13,375	R1	16,875	Stochastic oversold	RSI below 50
S2	12,099	R2	18,125		
S3	10,461	R3	18,250		

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Technically bearish last week, our intraday Elliott wave analysis continued to suggest that upside moves should be considered as countertrend. The recent downside move implied that the USD 14,925 fractal support was vulnerable. If broken, we would target the USD 13,375 low from the 31/05/23. As noted previously, upside moves above USD 19,250 would warn that the bearish Elliott wave cycle was potentially failing. The futures continued to move lower with the USD 14,925 fractal support now broken. Price is below all key moving averages supported by 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. However, with the futures now nearing the USD 13,375 support market sellers should be cautious on upside moves above USD 16,875, as this is a key fractal, above this level would suggest the bearish cycle could potentially be about to fail.
- As noted last week, the USD 14,925 fractal break would suggest the USD 13,375 fractal support will be tested and broken, intraday Elliott wave analysis using the William's method would suggest that we have the potential to trade as low USD 12,099.

Source Bloomberg



Capesize Q3 23 (Rolling front QTR)

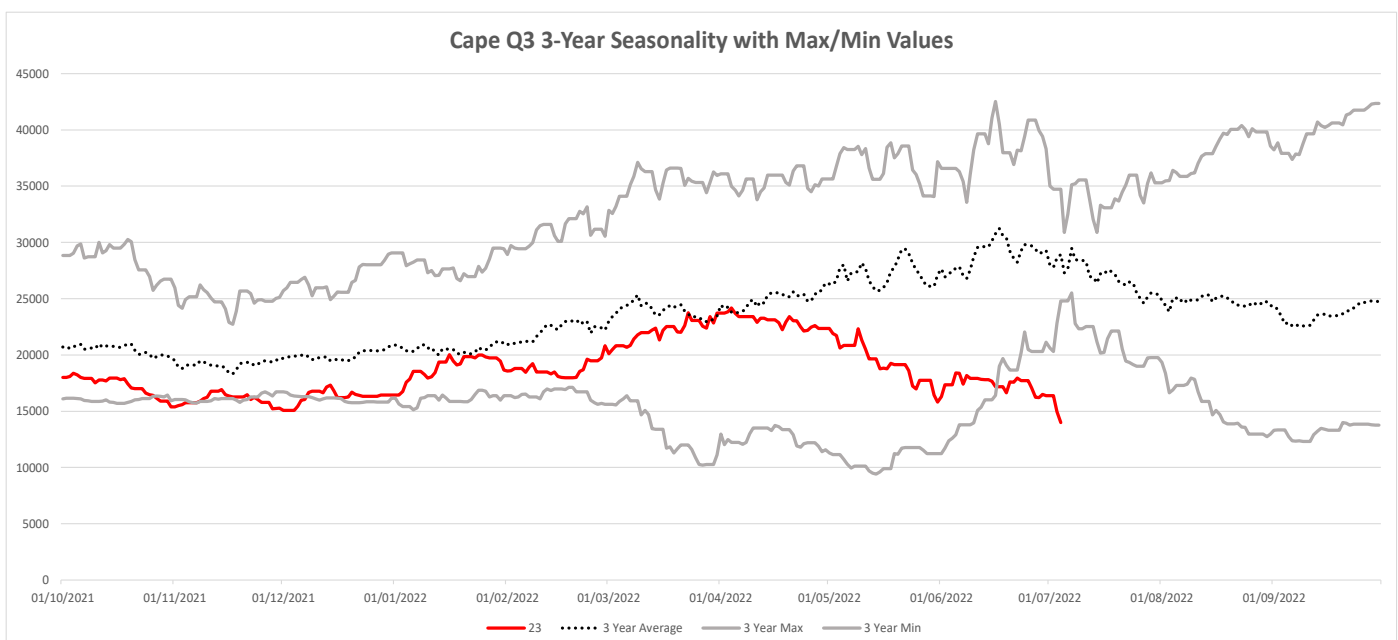


	Support	Resistance	Current Price	Bull	Bear
S1	13,435	R1	15,613	Stochastic oversold	RSI below 50
S2	11,902	R2	16,150		
S3	9,950	R3	16,878		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (31)
- Stochastic is oversold
- Technically bearish on the last report, the downside move below USD 16,650 warned that the USD 15,250 fractal low could be tested and broken. Intraday Elliott wave analysis continued to suggest that upside moves look to be countertrend, whilst using the William's method of price projection we had a potential downside target as low as USD 13,435. However, we noted that below USD 15,250 the minimum requirement for phase/cycle completion will have been achieved. The futures have moved lower with price now looking to test our downside target at USD 13,435. Price is below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 16,818 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with price approaching our downside target, if broken we have further support at USD 11,902. Lower timeframe intraday Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, implying the USD 13,435 support could be broken.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	13,272	R1	13,988	Stochastic oversold	RSI below 50
S2	12,734	R2	14,162		
S3	12,050	R3	14,398		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (34)
- Stochastic is oversold
- Technically bearish last week, the futures were moving lower in line with the Elliott wave cycle, having broken the USD 14,300 fractal support we noted that the USD 13,650 fractal low was vulnerable. Upside moves were still considered as countertrend; we had a potential downside target at USD 13,272 based on William's method. The futures are now trading below the USD 13,650 fractal support with price below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 14,398 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are nearing the USD 13,272 with the RSI in divergence with price. Not a buy signal it is a warning that we have the potential to see a momentum slowdown. However, lower timeframe Elliott wave analysis (intraday) continues to warn that upside will potentially still be countertrend at this point.

