



Capesize Technical Report

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Index

Technically bearish with momentum based on price aligned to the sell side. We are now testing the 200-period MA at USD 12,705, a close below that holds below this level will warn that the USD 11,787 fractal resistance could be tested and broken. If it is, then the USD 9,254 level could come under pressure. Likewise, if we hold, we could see momentum based on price turn to the buy side.

Sep 23

Technically unchanged from last week with price trading only USD 50 higher. We remain bullish with the MA on the RSI suggesting momentum is supported at this point. We are at an inflection point as the RSI is testing its MA support, if we hold then the USD 16,325 – USD 16,948 resistance zone could be tested; however, if broken, support levels will be vulnerable, as the intraday technical already has a neutral bias.

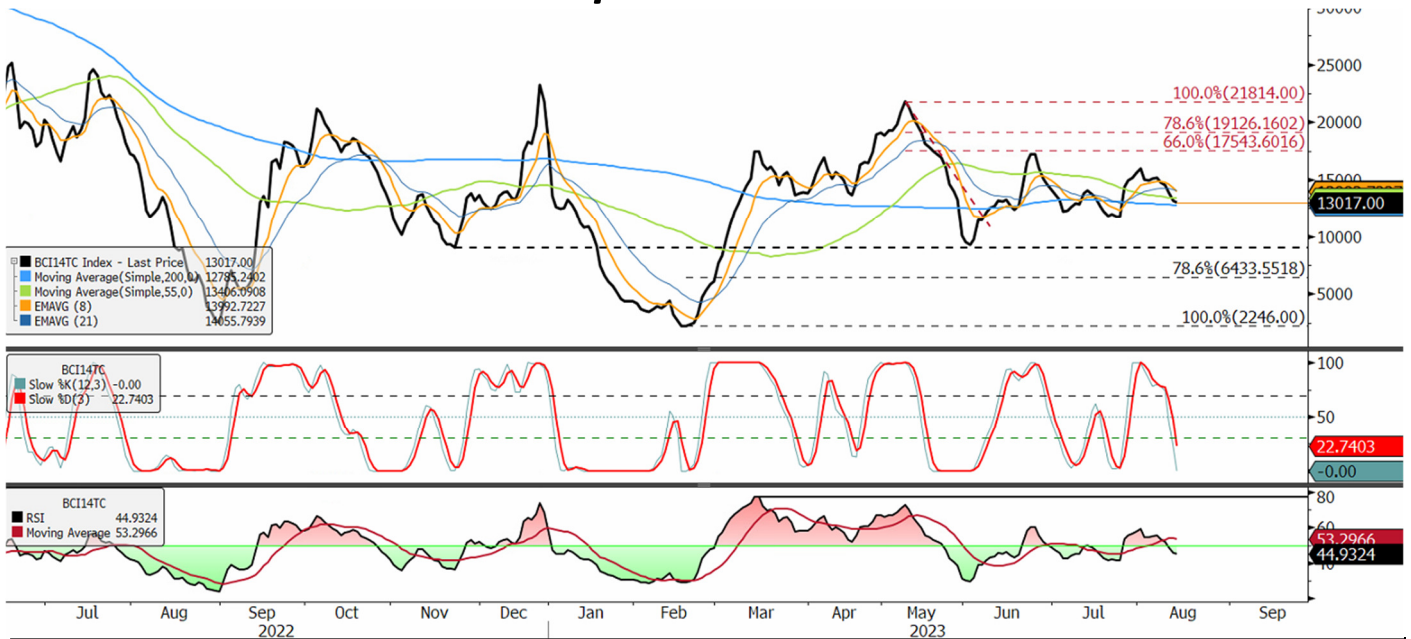
Q4 23

Technically bearish last week with momentum warning that resistance levels were vulnerable. The futures have moved higher with price now testing the 55-period EMA at USD 16,634. A close above the average would suggest that our key resistance at USD 16,977 will probably fail, meaning the pullback will be considered as deep. If the average holds then support levels will be vulnerable. The MA on the RSI implies momentum support, but the RSI is at 50 with the stochastic in overbought territory. If the RSI moves below 50, then support levels become vulnerable; likewise, if we hold above 50 then the stochastic becomes less relevant. The technical is at key levels, if we break the average and the RSI moves above 50, we move higher, if we don't support becomes vulnerable.

Cal 24

Momentum was supported last week, suggesting resistance levels were vulnerable, resulting in the futures moving higher. Technically we are bullish with a neutral bias, meaning the probability of the futures trading to a new low will have decreased. A close above the 200-period average (USD 14,668) will further support a bull argument.

Capesize Index

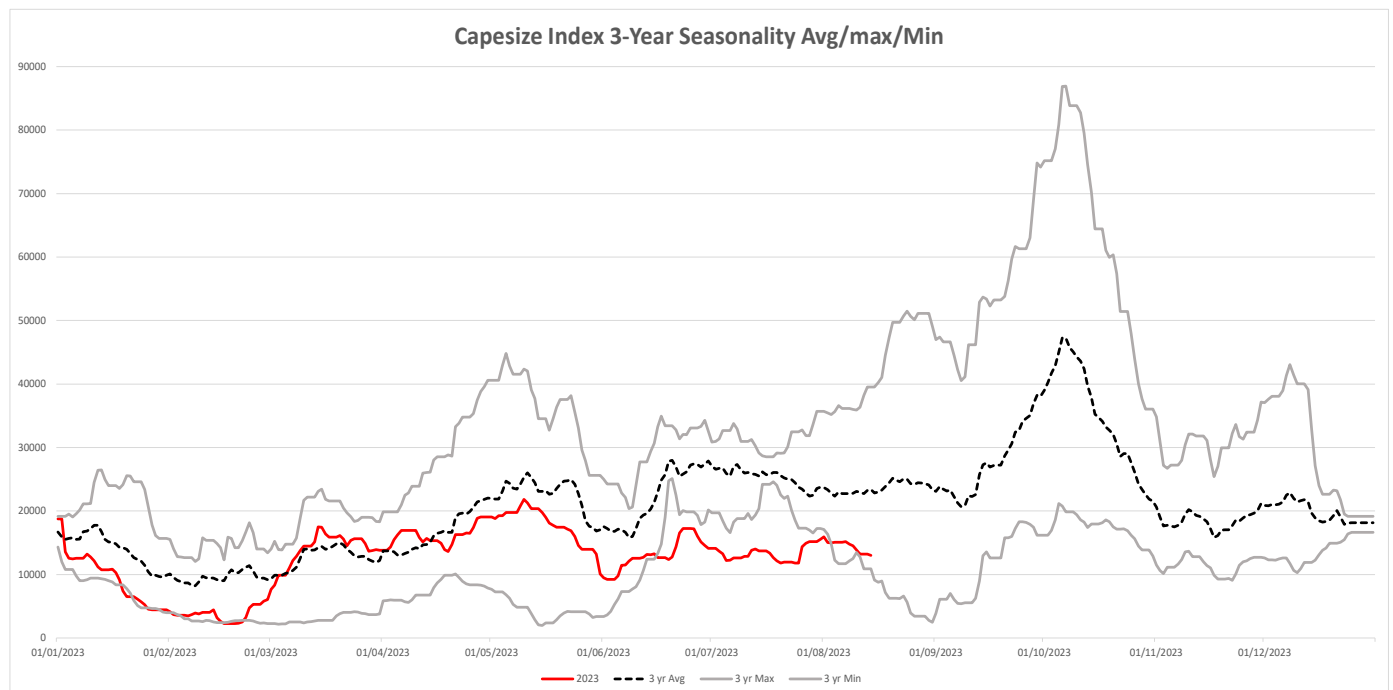


	Support	Resistance	Current Price	Bull	Bear	
S1	11,787	R1	13,017	Stochastic oversold	RSI below 50	
S2	9,254	R2				17,543
S3	6,433	R3				19,126
					21,814	

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is oversold
- The upside move in the index had broken a near-term fractal resistance last week; however, the longer term technical remained bearish, as price was within the longer-term bear wave (USD 21,814 – USD 9,254), making USD 17,543 the key near-term level to follow. Moving averages remained flat, indicating a lack of directional bias but the MA on the RSI was moving higher, implying momentum was starting to strengthen, leaving resistance levels vulnerable. The index traded to a high of USD 15,924 before moving lower, price is now below the 8-21 period EMA's with the RSI below 50.
- Momentum based on price is aligned to the sell side, a close above USD 14,138 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 we remain bearish with price now testing the 200-period average at USD 12,705, a close below that holds below this level will warn that the USD 11,787 fractal support could be tested and broken. Likewise, failure to hold below this level will support a buyer's argument.



Capesize Sep 23 (1 Month forward)

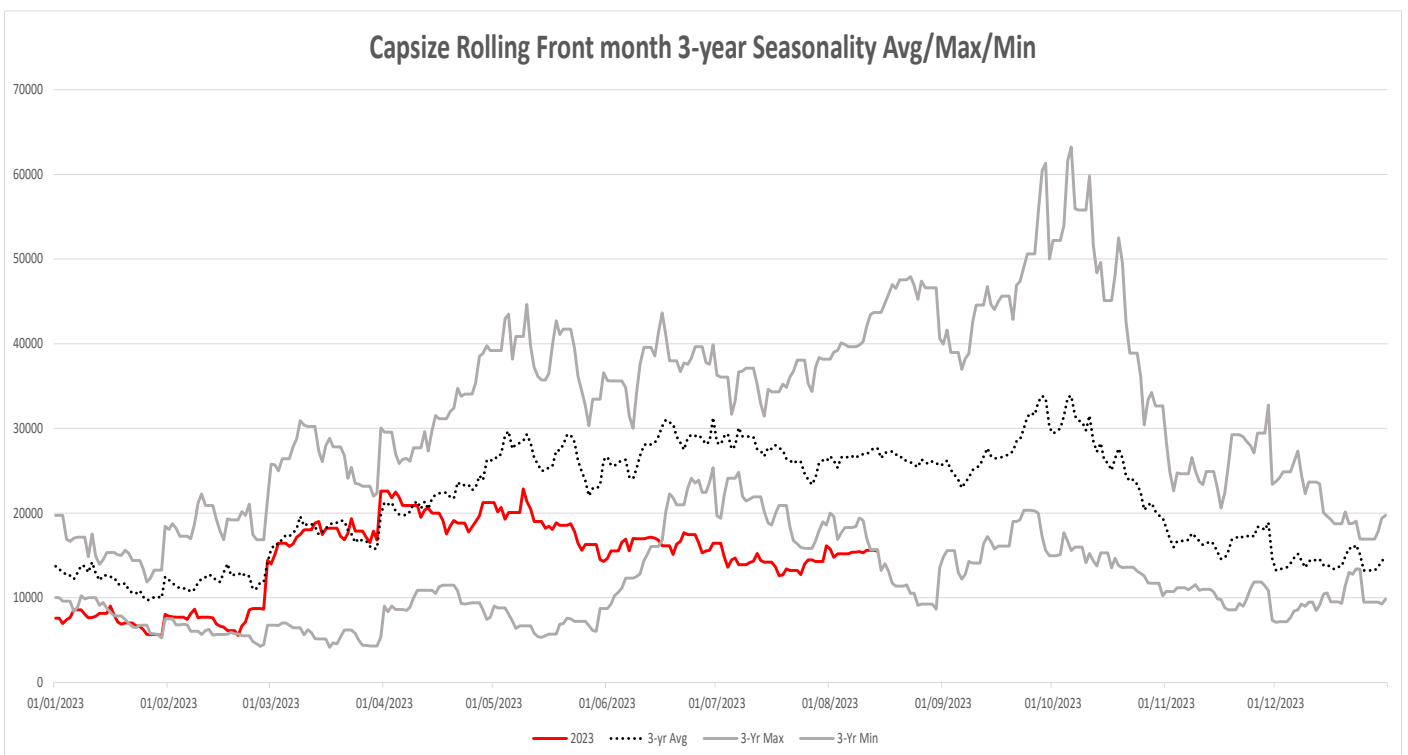


	Support	Resistance	Current Price	Bull	Bear
S1	14,798	R1	15,500	RSI above 50	Stochastic overbought
S2	14,350	R2			
S3	13,742	R3			

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Technically bullish last week with the futures holding above the Fibonacci support zone having moved higher on the back of a positive divergence. The MA on the RSI suggested that momentum was supported, making USD 13,742 the key level to follow, if broken the USD 12,450 fractal low will become vulnerable. Fibonacci projection suggested we had a near-term upside target at USD 16,948. The futures moved lower but have held above the USD 14,742 support, the RSI is above 50 whilst price is above the 8-21 period EMA's.
- Downside moves that hold at or above USD 13,742 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 12,450 is the technical bearish.
- Technically we are unchanged on the daily chart. We remain bullish with the RSI is now testing MA support, meaning momentum is at an inflection point. If we hold then we have the potential to test the USD 16,325 and USD 16,948 resistance levels. If broken, support becomes vulnerable, as the intraday technical already has a neutral bias.

Source Bloomberg



Capesize Q4 23 (Rolling front QTR)

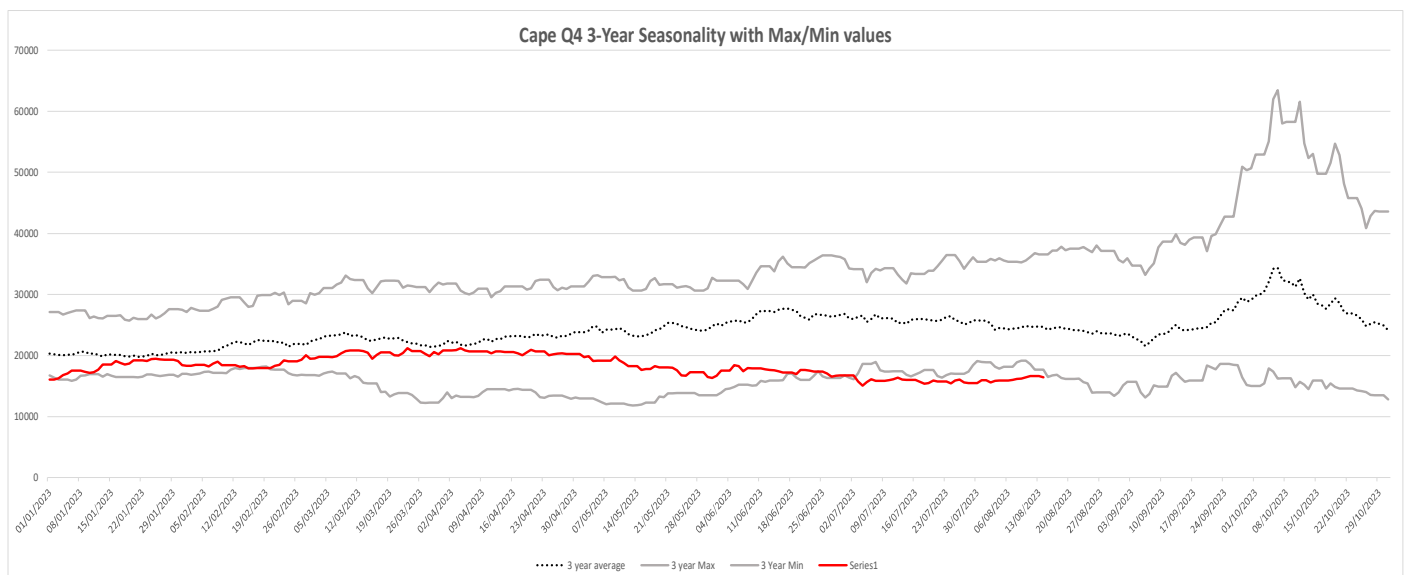


	Support	Resistance	Current Price	Bull	Bear
S1	15,687	R1	16,977	RSI above 50	Stochastic overbought
S2	15,024	R2	17,402		
S3	14,537	R3	18,125		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is at 50 (50)
- Stochastic is overbought
- Technically we remained bearish with key resistance levels unchanged last week (USD 16,977 – USD 18,125). We noted that we were starting to see bid support, this was highlighted by the RSI holding above its MA, implying we are also seeing momentum support. In theory, lower timeframe wave analysis would suggest we could have one final test to the downside within this phase of the cycle; however, the technical was suggesting resistance levels could come under pressure in the near-term. The futures have continued to move higher with price now testing but finding resistance at the 55-period EMA. Price is above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 16,977 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias; likewise, downside moves that hold at or above USD 15,687 will support a near-term bull argument, below this level the USD 15,200 fractal low will be vulnerable.
- Technically we remain bearish with price testing the 55-period average at USD 16,634, our key resistance is unchanged at USD 16,977. If we close above the average, key resistance will probably fail, meaning the pullback will be considered as deep. At this point, the probability of the futures trading to a new low will have decreased. If the average holds, then support levels will remain vulnerable. The MA on the RSI would suggest momentum is supported at this point; however, due to the placement of the stochastic it is imperative that the RSI can hold above 50.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	13,401	R1	14,562	RSI above 50	Stochastic overbought
S2	13,774	R2	14,900		
S3	13,325	R3	15,250		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (54)
- Stochastic is overbought
- The futures failed to trade to a new low by USD 50.00, making the technical unclear last week, as it was possible the Elliott wave cycle had completed early. The futures had moved higher but remained below our key resistance; however, the MA on the RSI suggest momentum was supported, warning resistance levels were vulnerable. A cautious bear, we had a more neutral view due to the lack of clarity in the wave cycle. The futures continued to move higher with price trading above the USD 14,364 level, meaning the technical has a neutral bias. Price is above the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above the USD 14,101 level will support a near-term bull argument, below this level the USD 13,375 fractal low becomes vulnerable.
- Technically bearish with a neutral bias, the probability of the futures trading to a new low has decreased. A close above the 200-period MA at USD 14,668 will further support a buyer's argument, leaving the USD 14,900 fractal resistance vulnerable.

