



Capesize Technical Report

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Index

Technically bearish, the index is now trading below the 200-period MA (USD 12,730) with price breaking the symmetrical triangle to the downside, supported by the RSI making new low. This is warning that support levels are now vulnerable. Trend resistance is at USD 12,745, if we close above and hold above this level it will warn that the downside breakout has failed, implying resistance levels could come under pressure.

Sep 23

Momentum was at an inflection point last week as the RSI was testing its MA support. The RSI held resulting in the futures trading to a new high; however, price has since entered a corrective phase with the technical back in bearish territory. Both price and the RSI are making new lows, implying upside moves have the potential to be countertrend at this point, making USD 16,212 the key resistance to follow. We have noted on the morning report that the futures have moved over 24% lower in a single wave, warning the futures are starting to look overextended to the downside, suggesting caution on moves lower from here in the near-term.

Q4 23

Momentum was supported last week resulting in the RSI holding above the 50 level with price closing above the 55-period EMA, the futures traded to a new high before selling lower, resulting in the technical trading back into bearish territory. Both price and the RSI are now making new lows, suggesting upside moves have the potential to be countertrend; however, we are trading in a support zone warning we could see a momentum slowdown in the near-term. If we do trade and close below the USD 15,200 level, then the USD 14,750 and USD 14,050 support levels will start to look vulnerable.

Cal 24

The upside move in the futures last week failed to hold above the 200-period MA, resulting in the futures trading back into bearish territory. Price and the RSI are now making new lows, implying upside moves have the potential to be countertrend. Price is trading back in the support zone that formed in July, warning we could see a momentum slowdown; however, if we do trade and close below the USD 15,200 level then the USD 14,750 and USD 14,050 levels could come under pressure.

Capesize Index

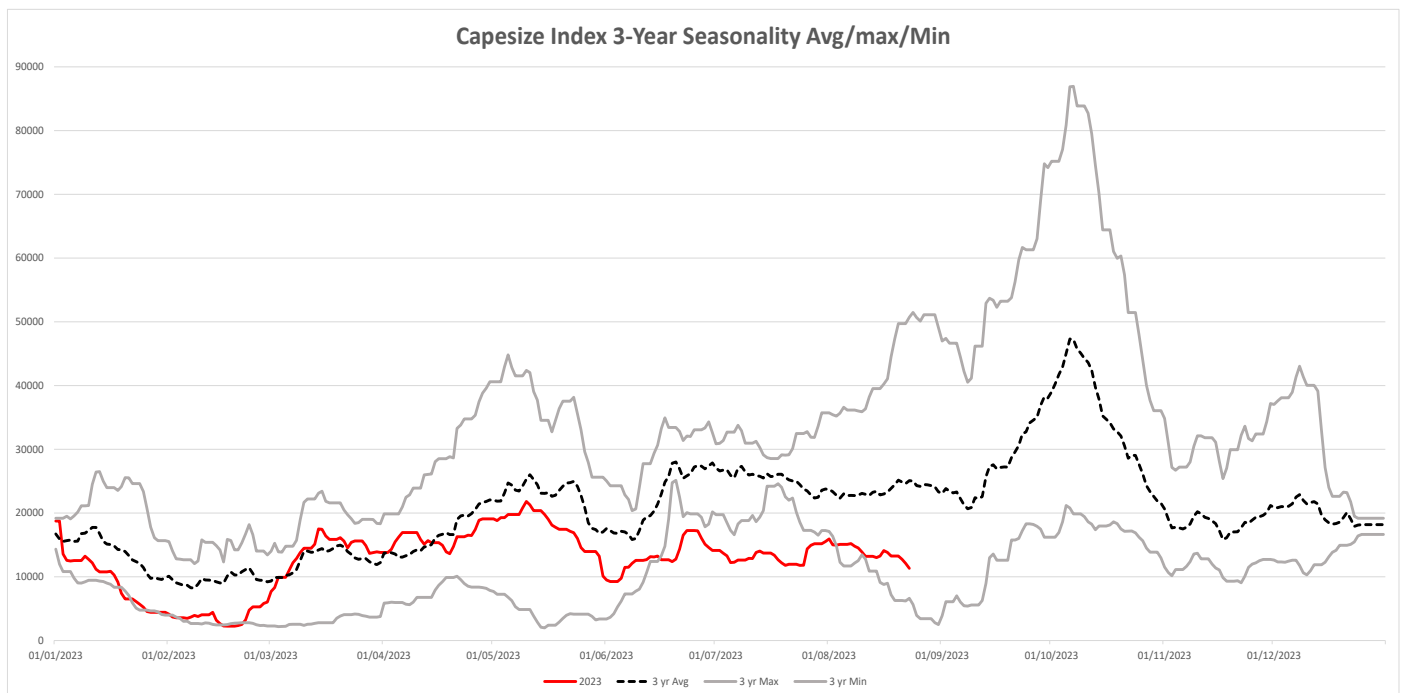


	Support	Resistance	Current Price	Bull	Bear
S1	9,556	R1	12,745	Stochastic oversold	RSI below 50
S2	8,572	R2	14,106		
S3	7,588	R3	14,923		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (38)
- Stochastic is oversold
- Technically bearish previously with price testing the 200-period average at USD 12,705, a close below that held below this level would warn that the USD 11,787 fractal support could be tested and broken. Likewise, failure to hold below this level would support a buyer's argument. We held the average for a couple of days before trading below and closing below it. The index is now below all key moving averages with the RSI below 50.
- Momentum based on price is aligned to the sell side, a close above USD 12,960 will mean it is aligned to the buyside. Upside moves above 14,106 will break fractal resistance, warning buyside momentum is increasing.
- Technically bearish, the index has broken a symmetrical triangle to the downside with the RSI making new lows, warning support levels are vulnerable. Trend resistance on the symmetrical triangle is at USD 12,745, if we close above and hold above this level it will warn that the downside breakout has failed, meaning we could see resistance levels come under pressure.



Capesize Sep 23 (1 Month forward)

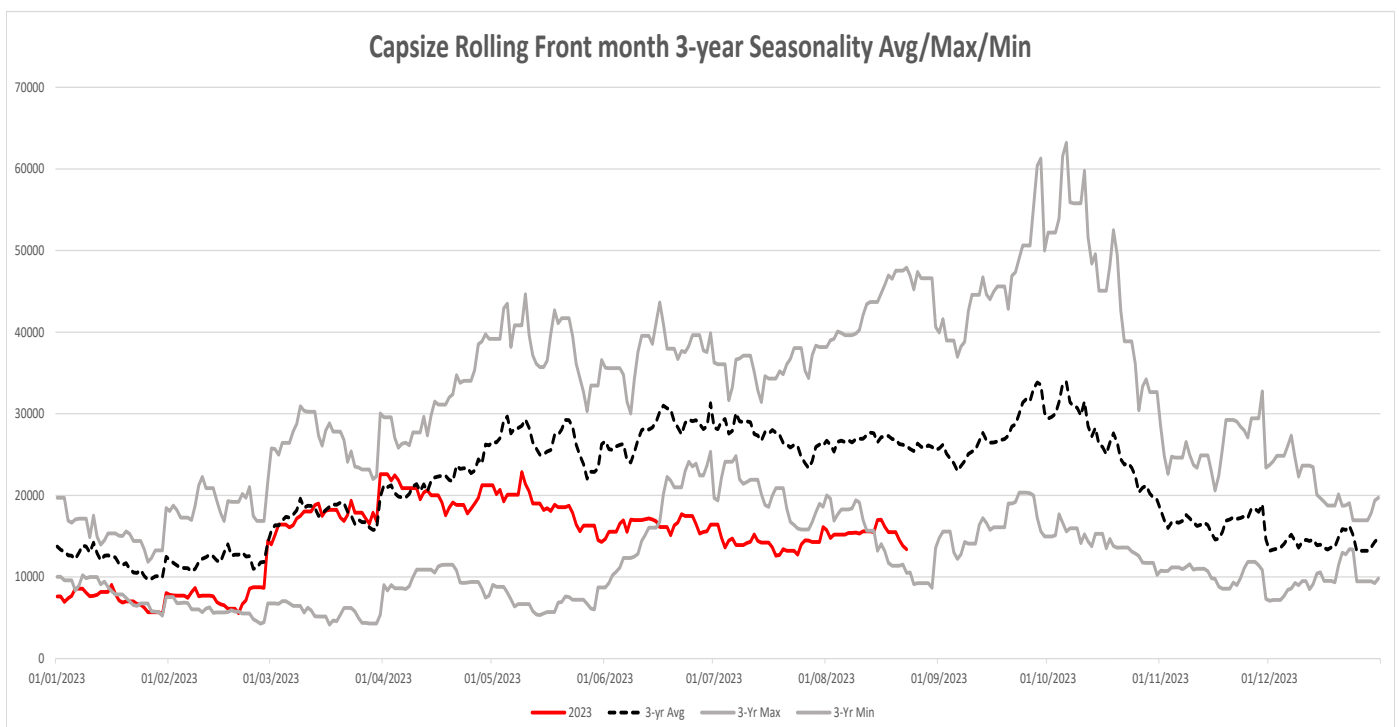


	Support	Resistance	Current Price	Bull	Bear
S1	13,239	R1	15,027	Stochastic oversold	RSI below 50
S2	12,025	R2	16,229		
S3	10,492	R3	17,700		

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Technically unchanged last week. We remained bullish with the RSI testing MA support, meaning momentum was at an inflection point. If we held then we had the potential to test the USD 16,325 and USD 16,948 resistance levels. If broken, support would become vulnerable, as the intraday technical already had a neutral bias. The RSI held above its MA resulting in the futures trading to a high of USD 17,700; however, price has since sold lower, meaning the technical is now in bearish territory. The futures are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 16,229 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, both price and the RSI are making new lows, implying upside moves should be considered as counter-trend at this point. However, as noted on the morning report, the futures have moved over 24% lower in a single wave, warning we could be a little overextended to the downside, suggesting caution on moves lower in the near-term.

Source Bloomberg



Capesize Q4 23 (Rolling front QTR)

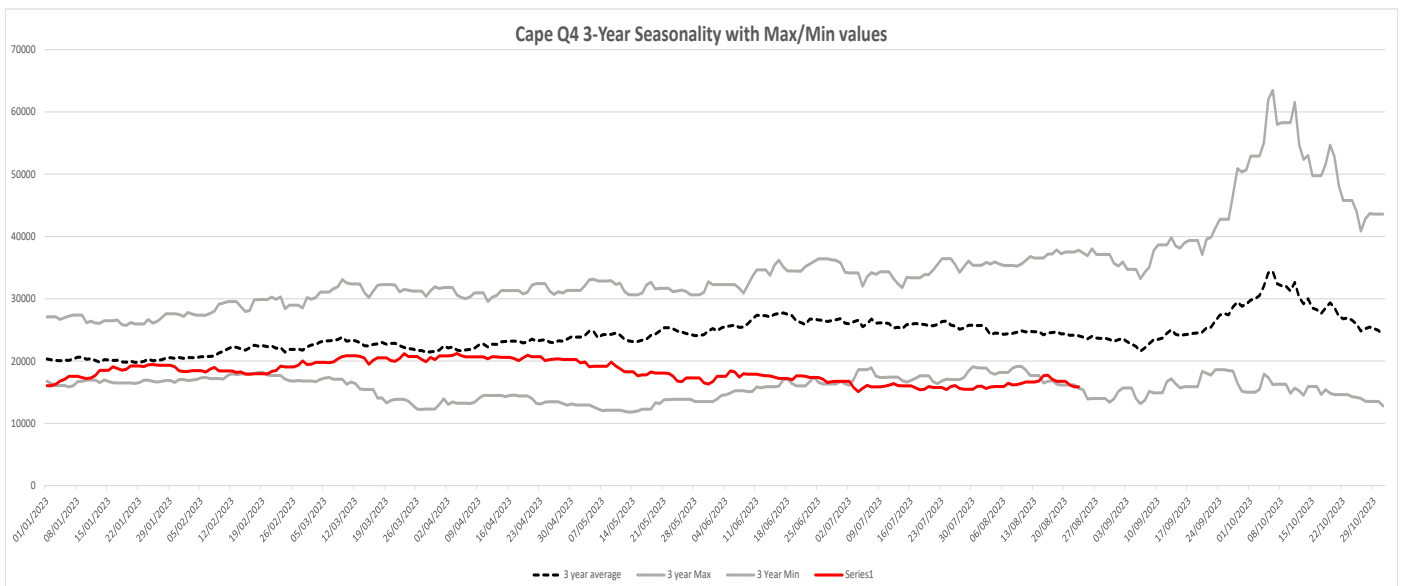


	Support	Resistance	Current Price	Bull	Bear	
S1	15,200	R1	15,500	Stochastic oversold	RSI below 50	
S2	15,027	R2				16,800
S3	14,750	R3				17,224

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (42)
- Stochastic is oversold
- Technically bearish on the last report with price testing the 55-period average at USD 16,634, our key resistance was unchanged at USD 16,977. If we closed above the average, key resistance would probably fail, meaning the pullback would be considered as deep, meaning the probability of the futures trading to a new low will have decreased. If the average held, then support levels would remain vulnerable. The MA on the RSI suggested momentum was supported; however, due to the placement of the stochastic it was imperative that the RSI held above 50. Price closed above the 55-period EMA with the RSI holding above 50, resulting in the futures trading to a high of USD 18,125. However, we have since entered a corrective phase with the futures now testing the USD 15,450 fractal support, the technical is back in bearish territory. The futures are below all key moving averages with the RSI now below 50.
- Upside moves that fail at or below USD 17,224 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the strength of the downside move means the RSI is making lower lows alongside price, suggesting upside moves should be considered as countertrend at this point. However, the futures are back trading in a previous support zone warning we have the potential to see downside momentum slow in the near-term. If we trade below and close below the USD 15,200 level, then the USD 14,750 and USD 14,050 support levels could come under pressure.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	13,660	R1	14,123	Stochastic oversold	RSI below 50
S2	13,325	R2	14,262		
S3	12,925	R3	15,450		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (42)
- Stochastic is oversold
- Technically bearish with a neutral bias previously, the probability of the futures trading to a new low had decreased. A close above the 200-period MA at USD 14,668 would further support a buyer's argument, leaving the USD 14,900 fractal resistance vulnerable. The futures closed above but failed to hold above the 200-period MA with price trading to a high of USD 14,850 before moving lower. The technical is now back in bearish territory with price below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 14,450 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 in a support zone that formed in July; however, a move below USD 13,600 will leave the USD 13,325 fractal low vulnerable, further support can be found at USD 12,925. The downside move in the futures has resulted in the intraday RSI trading to new lows, suggesting upside moves should be considered as countertrend in the near-term.

