



# Capesize Technical Report

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## Index

The break in the symmetrical triangle to the downside last week warned that support levels could come under pressure. The index has moved lower with price testing but is currently holding above the USD 9,556 level. We have seen a positive index today; however, for momentum based on price to be aligned to the buy-side we will need to see a close above USD 10,976. The MA on the RSI would suggest that momentum remains weak, implying resistance levels could hold if tested in the near-term.

## Sep 23

We noted last week that the futures had moved 24% lower in a single wave, warning that the futures were looking overextended to the downside; however, both price and the RSI were making new lows, suggesting upside moves had the potential to be countertrend. The futures traded to a low of USD 12,875 before finding light bid support. We remain technically bearish with price now testing the 200-period MA at USD 13,696, a close above that holds above this level will warn resistance levels could come under pressure. Likewise, if the average holds then support levels will remain vulnerable. We remain bearish with upside moves considered as countertrend as noted on the morning reports, we are cautious at these levels as the market profile charts would suggest there is little in terms of resistance until the USD 15,000 – USD 15,400 area.

## Q4 23

Technically bearish with upside moves considered as countertrend in the last report, we noted that the futures were trading in a support zone, warning we could see a momentum slowdown. We have found light bid support within the support zone, but maintain our view that upside moves look like they could still be countertrend, making USD 17,147 the key resistance to follow.

## Cal 24

Like the Q4 last week, the futures were trading within a support zone with upside moves considered as countertrend. Sideways action means we remain in the support zone with the technical unchanged. The MA on the RSI implies momentum is weak suggesting resistance levels could hold if tested in the near-term.

# Capesize Index

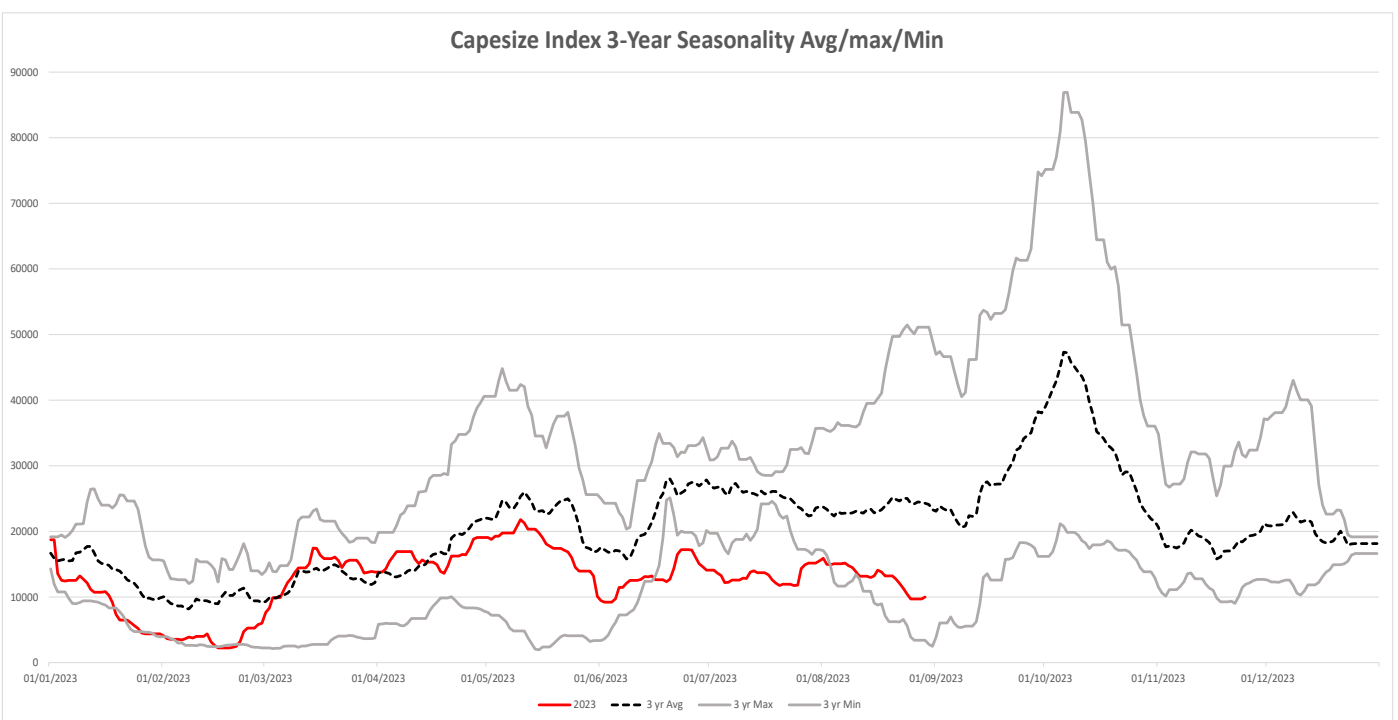


Support	Resistance	Current Price	Bull	Bear
S1	R1	9,997	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Technically bearish last week, the index had broken a symmetrical triangle to the downside with the RSI making new lows, warning support levels were vulnerable. Trend resistance on the symmetrical triangle was at USD 12,745, if we closed above and held above this level it will warn that the downside breakout has failed, meaning we could see resistance levels come under pressure. The index continued to move lower with price trading to a low of USD 9,735 before seeing a small move higher today.
- Momentum based on price is aligned to the sell side, a close above USD 10,976 will mean it is aligned to the buy side. Upside moves that fail at or below USD 12,619 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The index is testing near-term support with price turning higher today, market buyers will now want to see a close above USD 10,976. The MA on the RSI does suggest that momentum remains weak, warning resistance levels could hold if tested, making USD 12,619 the key level to follow.



# Capesize Sep 23 (1 Month forward)

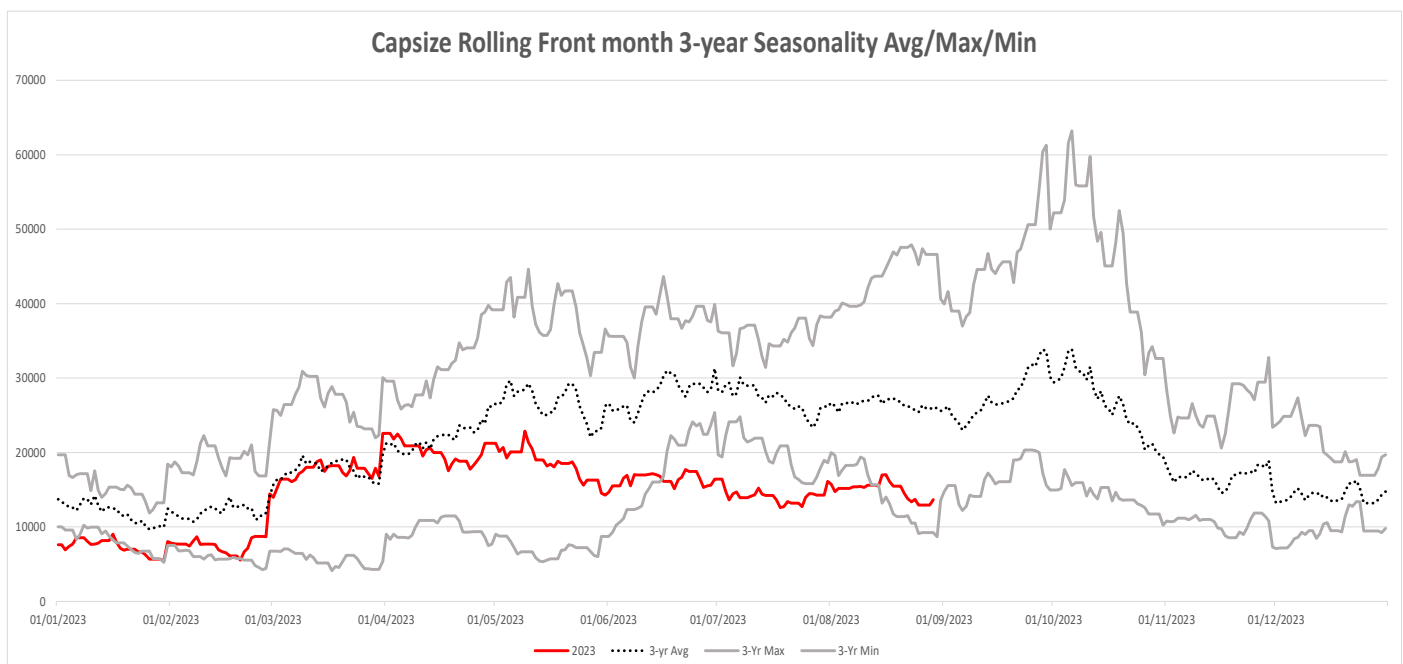


	Support	Resistance	Current Price	Bull	Bear
S1	13,239	R1	14,718	13,700	Stochastic oversold
S2	12,025	R2	16,059		
S3	10,492	R3	17,700		
					RSI below 50

## Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is oversold
- Technically bearish in the last report, both price and the RSI were making new lows, implying upside moves should be considered as countertrend. However, as previously noted in the morning report, the futures had 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. The futures traded to a low of USD 12,875 before finding light bid support today. We remain below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 16,059 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 now finding light bid support having been overextended to the downside. Price is now testing the 200-period MA at USD 13,696, a close above that holds above the average will warn that resistance levels could come under pressure; likewise, if the average holds then support levels will remain vulnerable.. As noted on the morning technical, due to the speed of the downside move there is little intraday resistance until the USD 15,000 – USD 15,400 area, making this an area of interest for market sellers. It could be that resistance will be tested through the function of the roll into October; however, it does suggest caution at these levels at this point.

Source Bloomberg



# Capesize Q4 23 (Rolling front QTR)

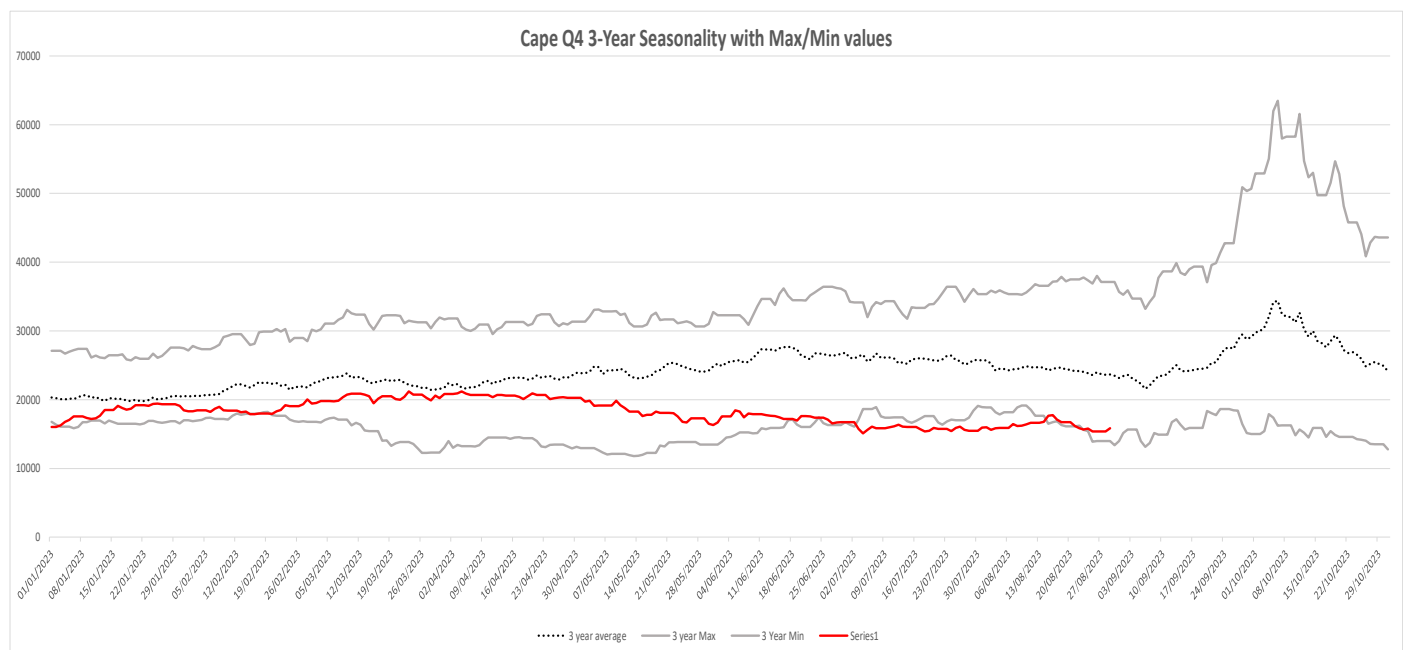


	Support	Resistance	Current Price	Bull	Bear
S1	15,200	R1	15,850	Stochastic oversold	RSI below 50
S2	15,027	R2			
S3	14,750	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (46)
- Stochastic is oversold
- Technically bearish in the last report, the strength of the downside move meant that the RSI was making lower lows alongside price, suggesting upside moves should be considered as countertrend. However, the futures were back trading in a previous support zone, warning we had the potential to see a slowdown in downside momentum in the near-term. If we did 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. The futures traded to a low of USD 15,250 before finding light bid support. Price is below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 17,174 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Like last week, we remain in a support zone with upside moves considered as countertrend, based on the RSI making new lows. The MA on the RSI would suggest momentum remains weak, implying resistance levels should hold if tested. A close below USD 15,200 will warn that the USD 14,750 – USD 14,050 support levels could come under pressure. Key resistance to follow on upside moves is currently at USD 17,147.



# Capesize Cal 24



Support	Resistance	Current Price	Bull	Bear
S1	R1	13,900	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (46)
- Stochastic is oversold
- Technically bearish last week, the futures were in a support zone that formed in July; however, a move below USD 13,600 would leave the USD 13,325 fractal low vulnerable, further support could be found at USD 12,925. The downside move in the futures had resulted in the intraday RSI trading to new lows, suggesting upside moves should be considered as countertrend. The futures have moved sideways to slightly higher; we remain below all key moving averages with 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.
- Unchanged on the technical, we remain in a support zone with upside moves considered as countertrend at this point. This is based off the RSI making a new low whilst the MA on the RSI is implying momentum is weak, suggesting resistance levels should hold if tested in the near-term, making USD 14,450 the key level to follow.

