



Capesize Technical Report

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Index

The RSI held support last week resulting in price moving higher. We remain bearish but with momentum based on price aligned to the buy-side. The MA on the RSI is starting to turn higher, warning of light momentum support; however, the RSI remains below 50 with price below the USD 12,120 resistance, if broken, the probability of the index trading to a new low will decrease. We need to see more upside movement at this point as the technical continues to remain vulnerable to a move lower.

October 23

Technically bearish but with a neutral bias due to the strength of the upside move. The MA on the RSI would suggest that momentum is supported; however, the futures are moving lower today on the back of a negative divergence on the intraday technical, if we close below the last dominant bull candle (USD 15,425) it will warn that momentum based on price is starting to weaken, leaving support levels vulnerable. Likewise, if the futures trade below key intraday support at USD 15,182 it will further support a seller's argument.

Q4 23

The futures were trading at an inflection point last week with price needing to close above and hold above the USD 15,900 level. We did close above this level trade to a high of USD 16,675; however, price is now trading at USD 15,900 once again. A close below USD 16,000 will warn that momentum based on price is starting to weaken whilst below USD 15,900 the USD 15,371 support has the potential to come under pressure. The RSI is now below 50 with the stochastic in overbought territory, momentum is warning that support levels are vulnerable, making USD 15,371 the key level to follow.

Cal 23

Technically bullish last week having broken the USD 14,000 fractal resistance, the futures traded to a high of USD 14,300 before entering a corrective phase. Momentum is conflicting, as the MA on the RSI suggests it is supported whilst the RSI is below 50 with the stochastic in overbought territory, warning we move lower. Technically bullish, the futures are moving lower on the back of a bearish Harami pattern, suggesting the USD 13,739 support is starting to look vulnerable. If broken, the probability of the futures trading to a new high will decrease.

Capesize Index

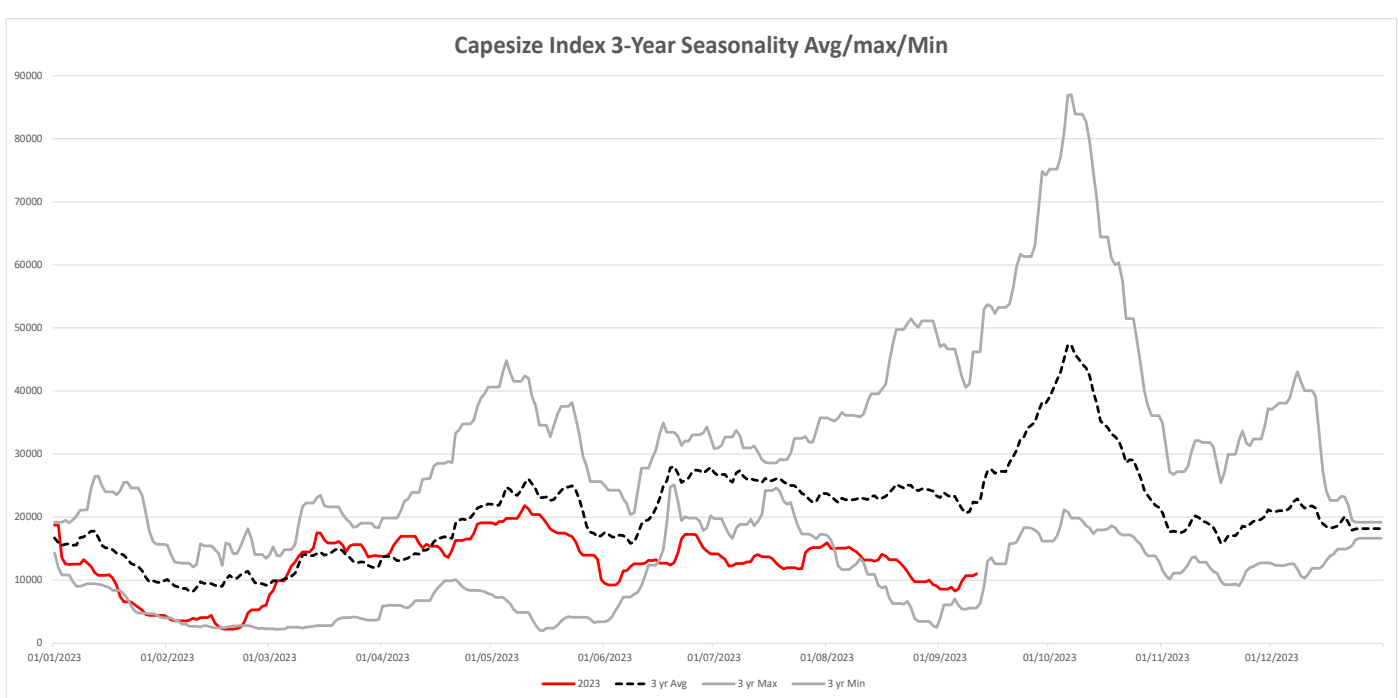


Support	Resistance	Current Price	Bull	Bear
S1	R1	10,982		RSI below 50
8,572	11,186			
S2	R2			
7,588	12,120			
S3	R3			
6,187	14,106			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- Technically bearish last week with price holding above the USD 8,572 support. Market buyers needed to see an index close above USD 10,976 with the RSI above its MA to signal momentum based on price was starting to strengthen. If we did, then resistance levels could come under pressure. The MA on the RSI continued to suggest that momentum was weak; however, the RSI was at 32 and nearing support levels. The RSI held support last week resulting in a move higher, price is now above the 8-21 period EMA's with the RSI below 50.
- Momentum based on price is aligned to the buy side, a close below USD 9,408 will mean it is aligned to the sell side. Upside moves that fail at or below USD 12,220 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- We remain technically bearish with price now moving higher. The MA on the RSI is in the early stages of turning higher with the RSI above its average, warning momentum is showing signs of support. Key resistance is at USD 12,120, above this level the probability of price moving to new lows will decrease, if rejected, we could see a technical pullback.



Capesize Oct 23 (1 Month forward)

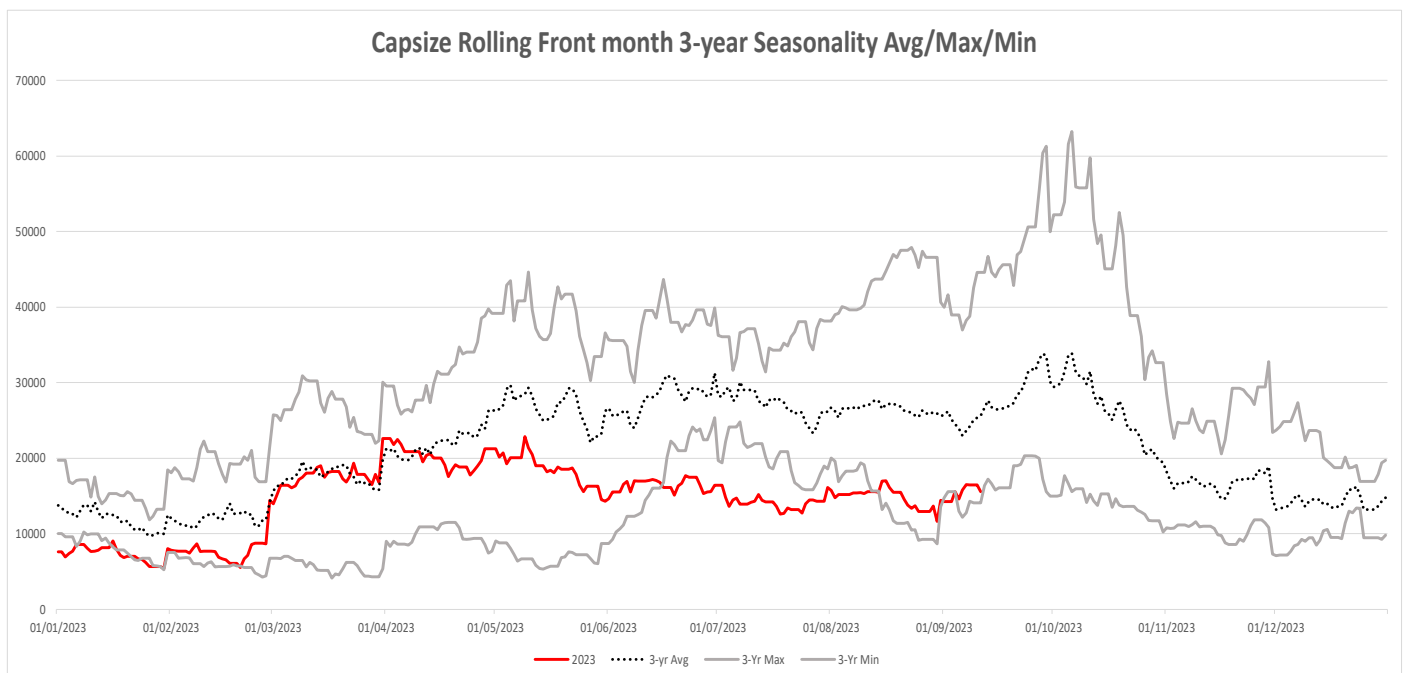


Support	Resistance	Current Price	Bull	Bear
S1	R1	15,600	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is overbought
- We were technically bearish based on price last week (the intraday was bullish) with the futures approaching the USD 16,059 resistance. We highlighted USD 15,875 as a key level to follow on the non-rolling front month, as this is a fractal resistance. If broken it would warn that the USD 16,059 – USD 17,700 resistance levels could be tested and broken, as the non-rolling futures chart would be bullish. If However, we broke the USD 15,875 resistance but reject the USD 16,059 level, then market longs should be cautious. The futures traded to a high of USD 16,750 before entering a corrective phase today. Price is above all key moving average supported by the RSI above 50.
- Downside moves that hold at or above USD 13,367 will support a near-term bull argument, below this level the USD 11,575 fractal low will be vulnerable.
- Technically bearish, we now have a neutral bias due to the strength of the upside move. The MA on the RSI would suggest momentum is supported at this point; However, a close below USD 15,425 (the last dominant bull candle) will warn that momentum based on price is starting to weaken, leaving support levels vulnerable. As noted in the intraday technical, the futures are moving lower on the back of a negative divergence with key intraday support at 15,182 looking vulnerable, if broken it will further support a seller's argument.

Source Bloomberg



Capesize Q4 23 (Rolling front QTR)

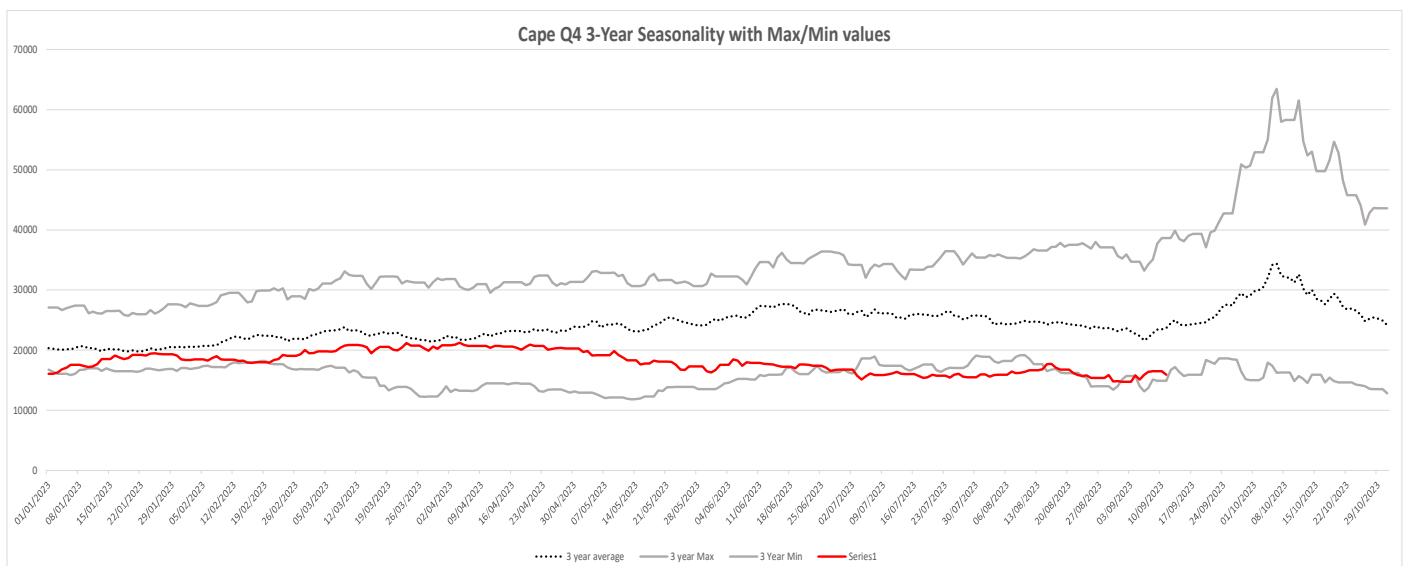


	Support	Resistance	Current Price	Bull	Bear
S1	15,900	R1	16,412		
S2	15,371	R2	16,960	15,900	RSI below 50
S3	14,882	R3	17,392		

Synopsis - Intraday

Source Bloomberg

- Price is on the 8-21 period EMA
- RSI is below 50 (48)
- Stochastic is overbought
- Technically bearish but with a neutral bias last week, the futures were moving higher on the back of a positive divergence on the intraday 1-hour chart. Price was approaching a key resistance at USD 15,900 that formed after the move lower last week, meaning the futures are at an inflection point. A close above that held above this level would mean the technical was bullish, warning that the Fibonacci resistance zone could be tested and broken. The futures traded to a high of USD 16,675 before entering a corrective phase with price trading back at the USD 15,900 level. Price is on the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or above USD 15,371 will support a bull argument, below this level the USD 14,700 fractal low will be vulnerable. Likewise, upside moves that fail at or below USD 16,960 will warn that there is potential a longer-term bear cycle in play.
- The futures are moving lower with price trading below the low of Friday's candle (USD 16,000), a close below this level will signal that momentum based on price is starting to weaken. If we close below USD 15,900 the USD 15,371 support has the potential to come under pressure. The RSI is below 50 with the stochastic in overbought territory, providing the RSI can hold below 50 then momentum will warn that we could see further tests to the downside. Based on current price and momentum, support levels are now looking vulnerable, making USD 15,371 the key level to follow.



Capesize Cal 24



	Support	Resistance	Current Price	Bull	Bear
S1	13,739	R1	14,374		
S2	13,500	R2	14,550		RSI below 50
S3	13,336	R3	14,850		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (48)
- Stochastic is overbought
- We noted last week that the downside move previously had resulted in a fractal resistance forming on the daily technical at USD 14,000. The upside move on the 04/09 had resulted in resistance being broken, meaning the technical had turned bullish, making USD 13,654 the key support level to follow. The RSI had also broken resistance, warning downside moves should in theory be considered as countertrend. The futures traded to a high of USD 14,300 before entering a corrective phase. Price is back below the 8-21 period EMA's with the RSI below 50.
- Downside moves that hold at or below USD 13,739 will support a bull argument, below this level the technical will have a neutral bias.
- A bearish Harami pattern on Friday has resulted in the futures breaking to the downside today (11/09). Momentum is conflicting, as the MA on the RSI would suggest it is supported; however, the RSI is below 50 with the stochastic in overbought territory. If the RSI can hold below 50 then we have the potential to see further downside. Technically bullish, the Harami breakout alongside the RSI/Stochastic combination is warning that the USD 13,739 support is starting to look vulnerable.

