



Capesize Technical Report

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Index

The downside move below USD 31,260 means that the technical is now bearish based on price. The MA on the RSI is warning that momentum remains weak with price below the weekly pivot level (USD 30,553), we also have the momentum based on price level at USD 30,534. This is creating a tight resistance zone; if tested and rejected it will warn of further downside. Likewise, a close above that holds above this area will indicate that buy-side pressure is increasing, meaning we could see resistance levels come under pressure. If we trade below USD 22,151 it will suggest that the probability of the index trading to a new high has started to decrease; likewise, if we hold support, it will warn that there could be a larger bull cycle in play.

April 24

Technically bullish, the move below USD 26,282 implies that we have entered a higher timeframe corrective phase, meaning USD 20,837 is now the key support to follow. If broken the probability of the futures trading to a new high will start to decrease, bringing into question the longer-term bullish Elliott wave cycle. The MA on the RSI is warning that momentum remains weak; however, as noted in the morning report, the intraday stochastic is in divergence as is our lower timeframe MACD, warning we could see a momentum slowdown.

Q3 24

Technically bullish but in a corrective phase, the MA on the RSI is warning of momentum weakness, meaning support levels are still vulnerable. We look to be on a bullish impulse Elliott wave 3, suggesting downside moves look to be countertrend, making USD 22,975 the key support to follow. If we close above the weekly pivot (USD 26,500), it will warn us that buy-side pressure is increasing. If the RSI also moves above its average, it will further support a buyer's argument, warning that the USD 28,052 resistance could come under pressure.

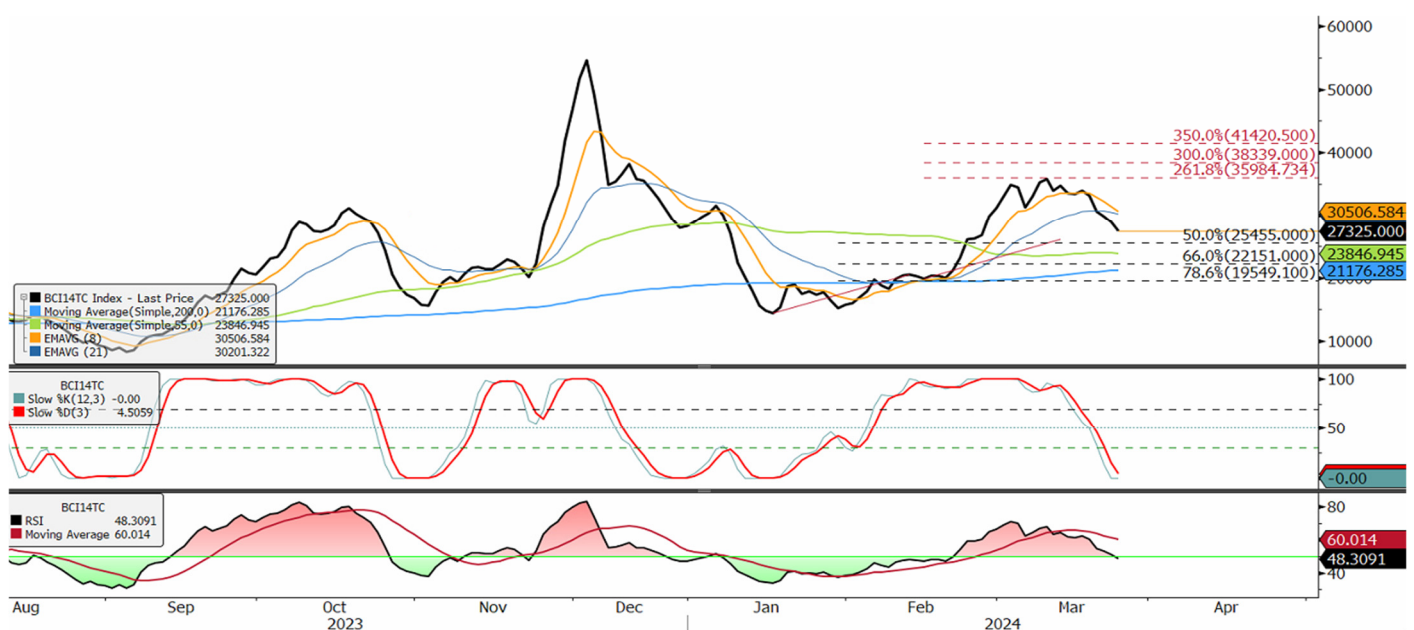
Cal 25

Unchanged on the technical this week, we did see a near-term move lower as highlighted last week with the MA on the RSI continuing to warn that momentum remains weak. Price is below the weekly pivot level (USD 20,591); however, the move lower looks to be countertrend based on our Elliott wave analysis. A move below USD 18,625 will imply that we could be entering a higher timeframe wave 4; however, a move below USD 18,975 will create an intraday divergence with the RSI, suggesting caution on downside breakouts.

C5 April

The futures did produce a close above the weekly pivot level last week; however, the move failed to hold with price reversing the following day. We remain bullish but in a corrective phase with momentum now conflicting, as the MA on the RSI is warning of weakness; however, the RSI is above 50 with the stochastic in oversold territory. Providing the RSI holds above 50, the futures will be vulnerable to a move higher, below 50 the stochastic is considered as less relevant. As highlighted previously, the upside move looks to be bullish impulse, suggesting the move lower we are seeing could be countertrend.

Capesize Index

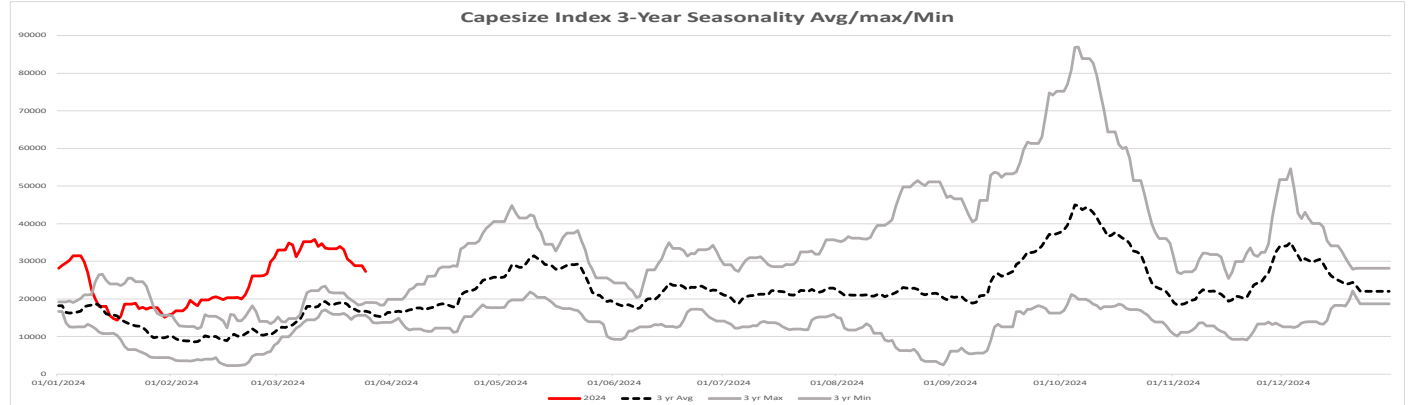


	Support	Resistance	Current Price	Bull	Bear
S1	25,455	R1	30,553	Stochastic oversold	RSI below 50
S2	22,151	R2	35,780		
S3	19,549	R3	35,984		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (48)
- Stochastic is oversold
- Price is below the weekly pivot point (USD 30,553)
- We remained in bullish territory last week having corrected a little on the back of the negative divergence with the RSI. The MA on the RSI was starting to turn lower; warning momentum was starting to show early signs of weakness. Momentum based on price (MBP) was at USD 34,022 with the weekly pivot level at USD 34,148, creating a minor resistance zone that needed to be monitored. If we closed above this area, it would imply buyside momentum was increasing, warning that the USD 35,780 fractal resistance could come under pressure. We maintained a cautious view on upside moves due to the MA on the RSI implying momentum weakness, whilst a move above USD 35,780 would create further negative divergences with the RSI, suggesting caution on upside breakouts. One major conflict on this technical would be that the index could be in divergence whilst its RSI was above 64 (a bullish signal). Although we were cautious on upside moves, we highlighted that the divergence could fail if the RSI enters bullish territory. The index failed to move above the resistance zone with price moving lower on the weakening momentum. We are below the 8-21 period EMA's with the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 30,534 will mean it is aligned to the buyside. Downside moves that hold at or above USD 22,151 will support a longer-term bull argument, below this level the USD 15,130 fractal low will start to look vulnerable.
- The downside move below USD 31,260 means that the futures have broken fractal support, indicating that the technical is now in bearish territory. We now have a tight resistance zone between the MPD level (USD 30,534) and the Weekly pivot (USD 30,553), upside moves that reject this area will warn that the index could come under further pressure. If broken, it will imply that buyside pressure is increasing, warning resistance levels will start to look vulnerable. The MA on the RSI is warning that momentum remains weak at this point, implying that we could move lower in the near-term. If we trade below USD 22,151 it will suggest that the probability of the index trading to a new high has started to decrease; likewise, if we hold support, it will warn that there could be a larger bull cycle in play.



Capesize April 24 (1 Month forward)

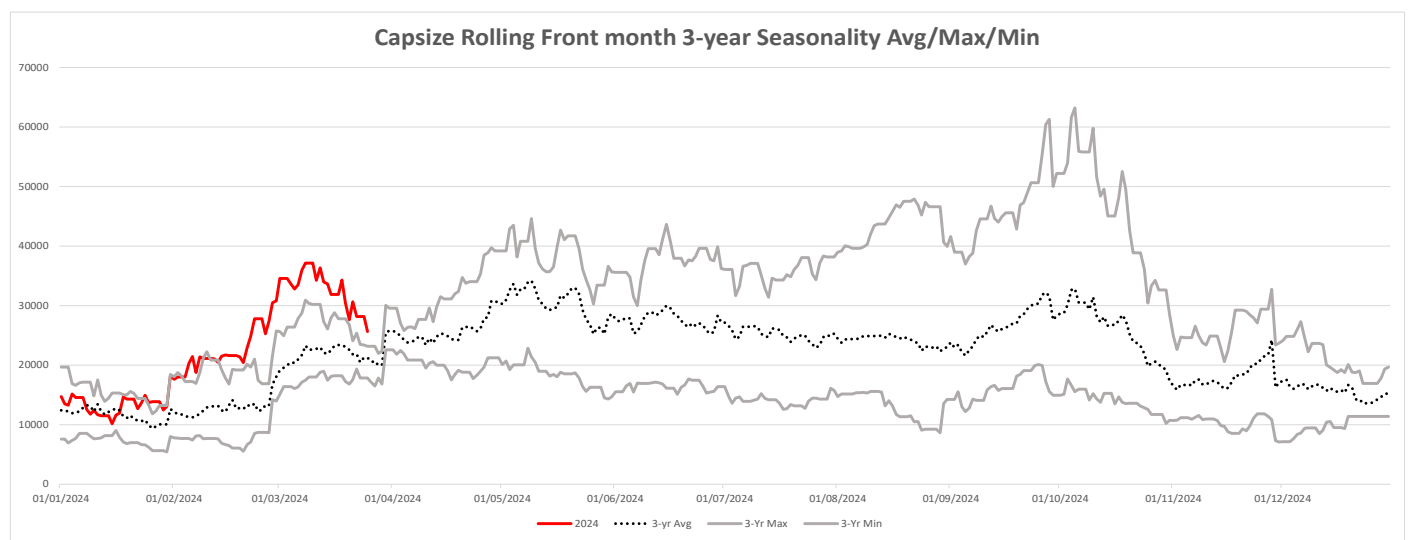


	Support	Resistance	Current Price	Bull	Bear
S1	23,787	R1	25,875	Stochastic oversold	RSI below 50
S2	19,319	R2			
S3	15,800	R3			

Synopsis - Intraday

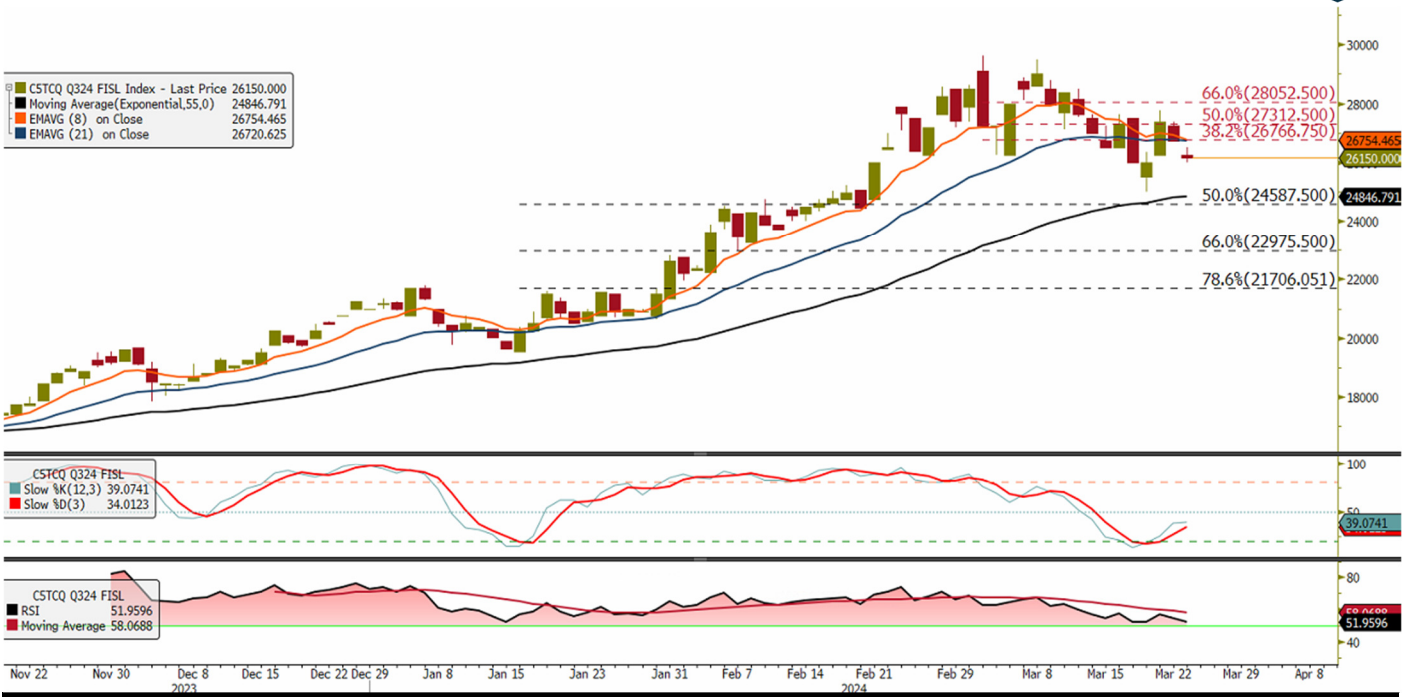
- Price is below the 8-21 period EMA's
- RSI is below 50 (48)
- Stochastic is oversold
- Technically bullish last week, the MA on the RSI was starting to turn lower warning of momentum weakness. Our Elliott wave analysis suggested that downside moves should be considered as countertrend. Upside moves above USD 37,750 would confirm that we are on a bullish impulse wave 5 for this phase of the cycle, but this would also create a negative divergence with the RSI. Not a sell signal it would warn that we could see a momentum slowdown on an upside breakout, which would need to be monitored. We had noted in the morning technical that we had a note of caution on upside moves as the corrective wave 2 was shallow, which suggested the wave 4 could be deeper (rule of alternation). We were cautious bull, as we were still in the corrective phase despite the upside move. The futures have moved lower with price below the 8-21 period EMA's, the RSI is now below 50.
- Upside moves that fail at or below USD 33,533 will leave the futures vulnerable to further tests to the downside, above this level the USD 37,750 fractal high will start to look vulnerable.
- Technically bullish, the move below USD 26,282 means the pullback is considered as deep, indicating that the futures are in a higher timeframe corrective phase, making USD 20,837 the key support to follow. If broken the probability of the futures trading to a new high will start to decrease, bringing into question the longer-term bull cycle. The MA on the RSI is warning of momentum weakness; however, as noted in the morning report, the intraday stochastic was in divergence as was a lower timeframe MACD, warning we could see a momentum slowdown which will need to be monitored.

Source Bloomberg



Capesize Q3 24

■ CSTCQ Q324 FISL Index - Last Price 26150.000
 ■ Moving Average(Exponential,55,0) 24846.791
 ■ EMAVG (8) on Close 26754.465
 ■ EMAVG (21) on Close 26720.625



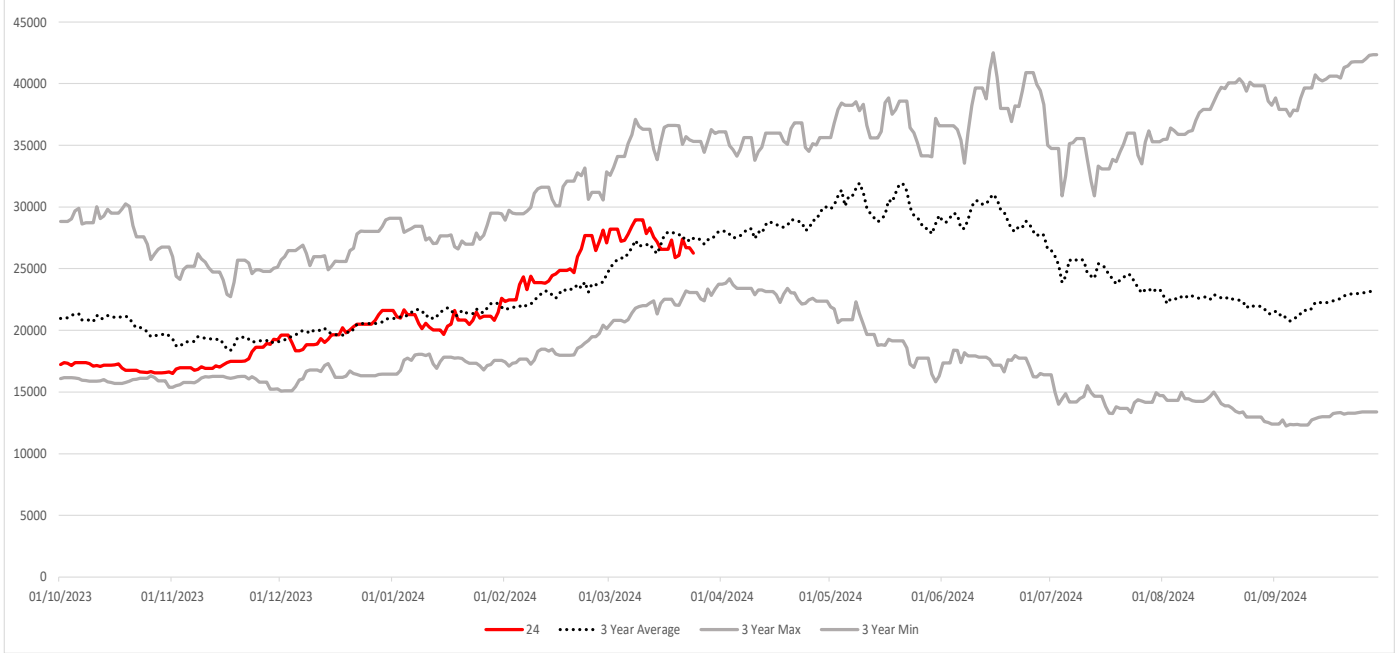
	Support	Resistance	Current Price	Bull	Bear
S1	24,587	R1	26,150	RSI above 50	
S2	22,975	R2			
S3	21,706	R3			

Synopsis - Intraday

Source Bloomberg

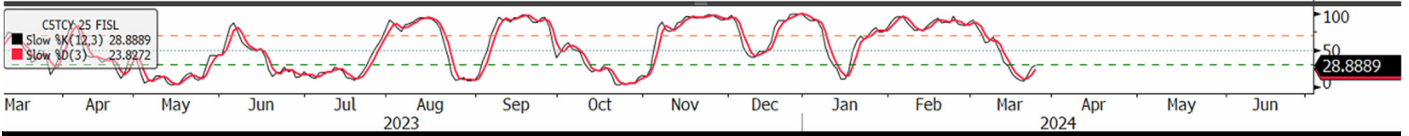
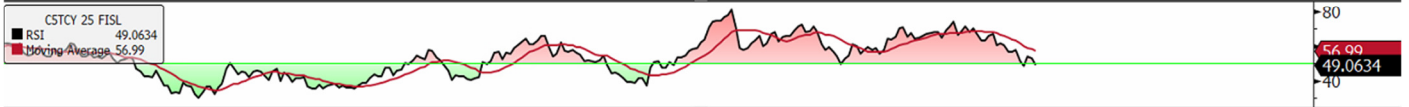
- Price is above the 8-21 period EMA
- RSI is above 50 (51)
- Stochastic is below 50
- Q3 – Technically bullish, the futures are in a corrective phase with price below the 8-21 period EMA's with the RSI near-neutral at 51.
- Downside moves that hold at or above USD 22,975 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is warning that momentum remains weak at this point, meaning support levels are still vulnerable. The longer-term trend looks to be a bullish impulse wave 3, implying downside moves should in theory be counter-trend, making USD 22,975 the key support to follow. If broken, then the probability of the futures trading to a new high within this phase of the cycle will start to decrease, warning we could be entering a higher timeframe wave 4. If we close above the weekly pivot (USD 26,500), it will warn us that buyside pressure is increasing. If the RSI also moves above its average, it will further support a buyers argument, warning that the USD 28,052 resistance could come under pressure.

Cape Q3 3-Year Seasonality with Max/Min Values



Capesize Cal 25

Last Price	20125.000
High on 03/04/24	22750.000
Average	16194.382
Low on 07/05/23	13825.000
Moving Average(Simple,55,0)	19658.182
Moving Average(Exponential,8,0)	20650.637
Moving Average(Simple,200,0)	16299.375
EMAVG (21) on Close	20796.682

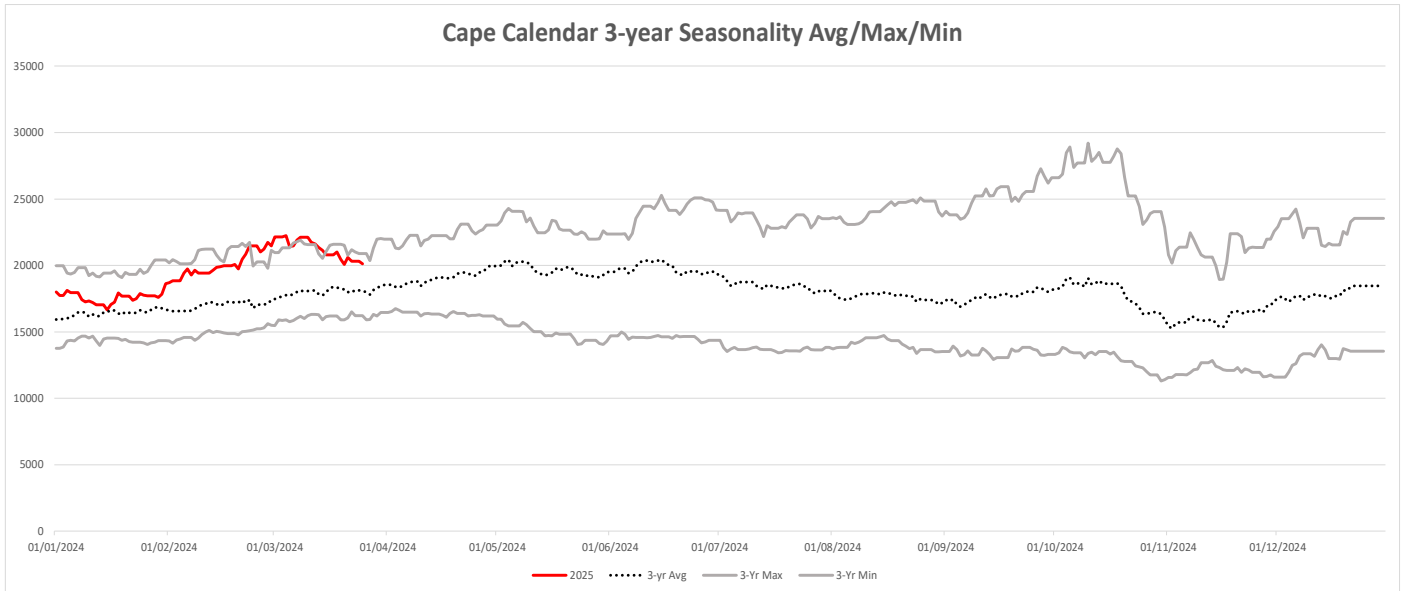


	Support	Resistance	Current Price	Bull	Bear
S1	19,625	R1	20,125	Stochastic oversold	RSI below 50
S2	18,625	R2			
S3	17,837	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is below 50 (49)
- Stochastic is oversold
- Technically bullish last week, the futures looked to be in a corrective countertrend wave 4 with price below the weekly pivot point at USD 21,308, a close above this level would imply that buy-side pressure is increasing. Momentum was conflicting as the MA on the RSI warned of weakness; however, this was countered by the RSI above 50 whilst the stochastic was oversold, implying we could move higher. Momentum was neutral, we noted that we may move lower in the near-term, but our wave analysis suggested that there was still another upside move to come within this phase of the cycle. The futures have continued to move lower with price below the 8-21 period EMA's supported by the RSI below 50.
- Downside moves that hold at or above USD 18,625 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical this week, the futures are USD 1,000 lower with the MA on the RSI continuing to warn that momentum remains weak. Price is below the weekly pivot (USD 20,591) with the futures looking like they are in a countertrend wave 4 of this phase of the cycle. If we do trade below the USD 18,625 level it will imply that we could be entering a higher timeframe corrective phase. A close above the weekly pivot level will warn that buy-side pressure is increase; likewise, a move below USD 19,875 will create an intraday positive divergence with the RSI, suggesting caution on downside breakouts.





Capesize C5 April (Rolling Front Month Heiken Ashi Chart)



	Support	Resistance	Current Price	Bull	Bear
S1	11.20	R1	12.04	RSI above 50	
S2	10.60	R2	12.51		
S3	10.12	R3	13.09		

- Heikin-Ashi—This is a blended price to create a candlestick chart rather than a line chart. The chart is based off close only data
- Price is between the 8-21 period EMA
- RSI is above 50 (55)
- Stochastic is oversold
- Technically bullish but in a corrective phase last week, the MA on the RSI warned that momentum was starting to weaken. However, as highlighted previously, the last upside move looks to have been bullish impulse, implying the current move lower was potentially countertrend. Momentum based on price was aligned to the sell side, a close above USD 12.31 will mean it is aligned to the buyside, the futures are also below the weekly pivot level at USD 12.15. This is creating a small resistance zone, a close above this level will indicate that buyside pressure is increasing, warning the USD 13.09 fractal high could be tested and broken. We did get a close above the weekly pivot level, but the move failed to hold with price reversing the upside move the following day. We are between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 10.60 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical this week, we remain bullish but in a corrective phase. Momentum is now conflicting, as the MA on the RSI is warning of weakness; however, the RSI is above 50 with the stochastic in oversold territory. Providing the RSI holds above 50, the futures will be vulnerable to a move higher, below 50 the stochastic is considered as less relevant. As previously noted, the upside moves looks to be bullish impulse, suggesting downside moves could be countertrend at this point. If we do close above the weekly pivot level (USD 11.85) it will warn that buyside pressure is starting to increase.

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