



Capesize Technical Report

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Index

The index moved lower previously on the weak momentum resulting in price breaking the USD 22,151 level, meaning that the probability of the index trading to a new high has started to decrease. We remain bearish with price now approaching trend support (USD 17,806), a close below that holds below it will warn that the USD 15,130 – USD 14,254 support levels could come under pressure. The MA on the RSI is indicating that momentum remains weak at this point with price below the weekly pivot level, warning the trend support could come under pressure, If support holds and we close above the weekly pivot (USD 19,309), then we could see price test the 200-period MA at USD 21,488.

May 24

Technically bullish with a neutral bias, the futures have rejected the weekly pivot level on the open (USD 25,125), a close below this level will imply that sell side pressure is increasing, the MA on the RSI is warning that momentum remains weak, meaning support levels are vulnerable in the near-term.

Q3 24

The futures remain in a corrective phase with price now consolidating above the 55-period EMA whilst momentum indicators are neutral. We are below the weekly pivot level (USD 26,225), a close below this level will imply that sell side momentum is increasing; however, the MA on the RSI is starting to flatten, warning that there are signs momentum is starting to slowdown. Price action is neutral; however, we have rejected upside resistance whilst an intraday Elliott wave analysis is suggesting that upside moves have the potential to be countertrend, implying support levels remain vulnerable in the near-term at this point.

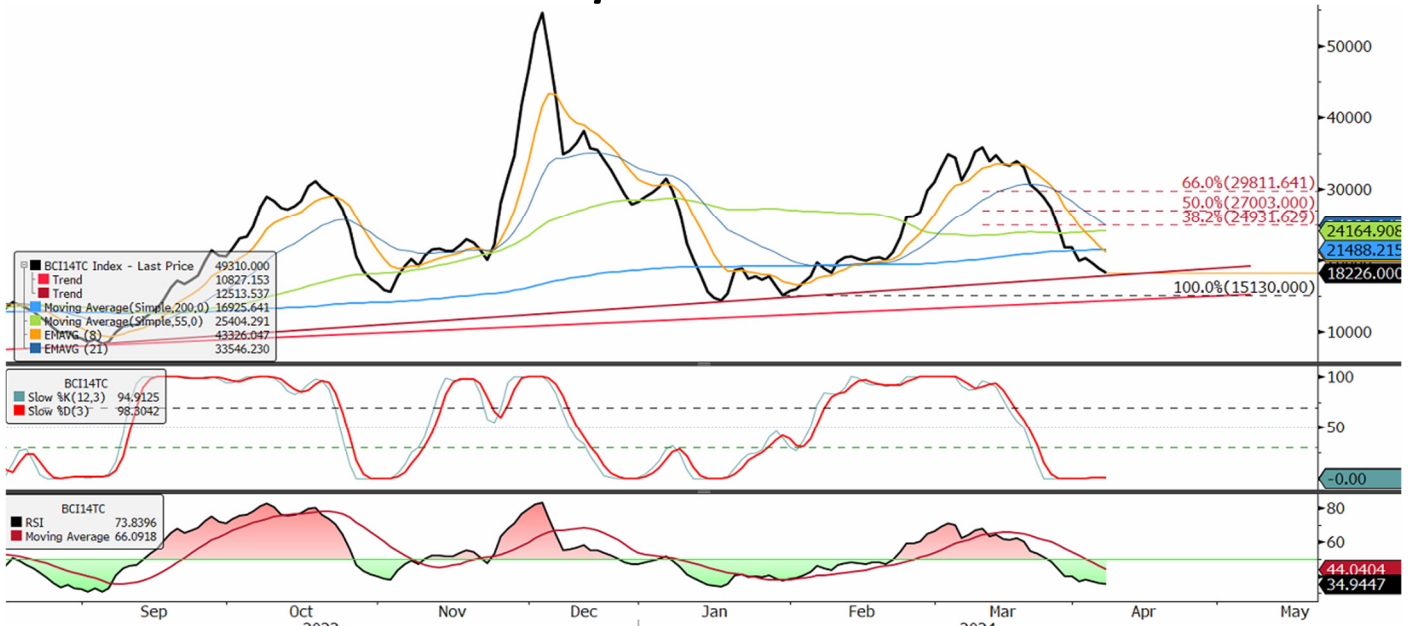
Cal 25

Bullish with a neutral bias due to the depth of the pullback, the MA on the RSI is warning that momentum remains weak whilst price is below the weekly pivot level (USD 19,941). If we close below the weekly pivot level it will imply that sell side pressure is increasing, meaning support levels could come under pressure. The near-term wave cycle now has a neutral bias; however, the longer-term cycle remains bullish above USD 17,008. Intraday Elliott wave analysis on the corrective cycle would suggest that support levels could come under pressure in the near-term.

C5 May

Technically bullish but with a neutral bias due to the depth of the pullback. The weekly pivot at USD 10.56 is now in play, a close below that holds below this level will indicate that sell side pressure is increasing, whilst a close above it will warn that resistance could come under pressure. The MA on the RSI is warning that momentum remains weak at this point; however, price action is neutral due to the consolidation.

Capesize Index

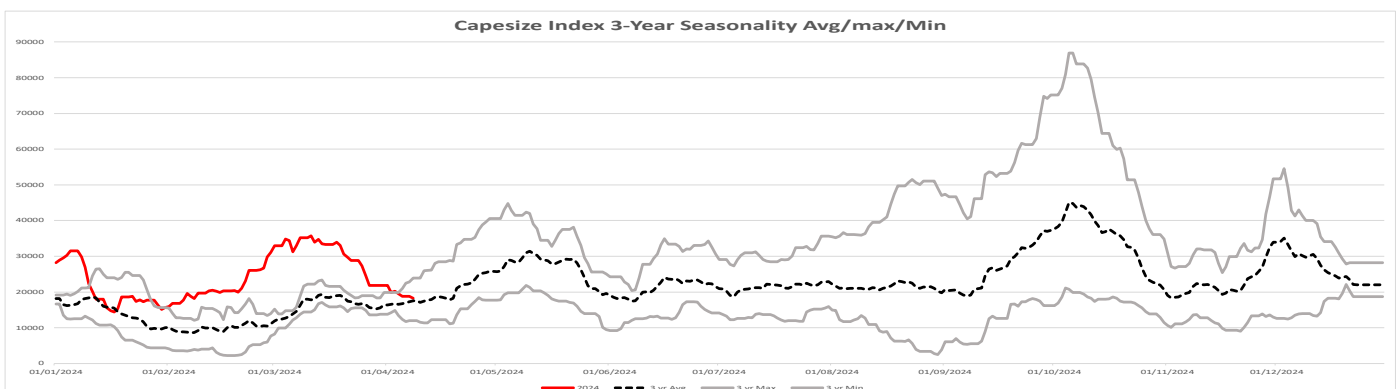


Support	Resistance	Current Price	Bull	Bear	
S1	17,806	R1	19,309	Stochastic oversold	
S2	15,130	R2	24,931		
S3	14,254	R3	27,003		
				18,226	RSI below 50

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (34)
- Stochastic is oversold
- Price is below the weekly pivot point (USD 19,309)
- The downside move below USD 31,260 on the previous report two weeks ago meant that the futures have broken fractal support, indicating that the technical was in bearish territory. We had a tight resistance zone between the MBP level (USD 30,534) and the Weekly pivot (USD 30,553), upside moves that rejected this area would warn that the index could come under further pressure. If broken, it will imply that buyside pressure was increasing, warning resistance levels will start to look vulnerable. The MA on the RSI warned that momentum remained weak, implying that we could move lower in the near-term. If we traded below USD 22,151 it would suggest that the probability of the index trading to a new high had started to decrease; likewise, if we held support, it would warn that there could be a larger bull cycle in play. The index has continued to move lower with price below all key moving averages supported by the RSI below 50.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 19,961 will mean it is aligned to the buyside. Upside moves that fail at or below USD 29,811 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the index is now approaching trend support at USD 17,806; a close below that holds below it will warn that the USD 15,130 – USD 14,254 support levels could come under pressure. The MA on the RSI is warning that momentum remains weak with price below the weekly pivot level (USD 19,309), warning trend support could come under pressure. If support holds and we close above the weekly pivot level, it will imply that buyside pressure is increasing, warning we could test the 200-period MA at USD 21,488. This is a benchmark average, a close above that holds above this level will warn that sentiment could be changing back to the buyside.



Capesize May 24 (1 Month forward)

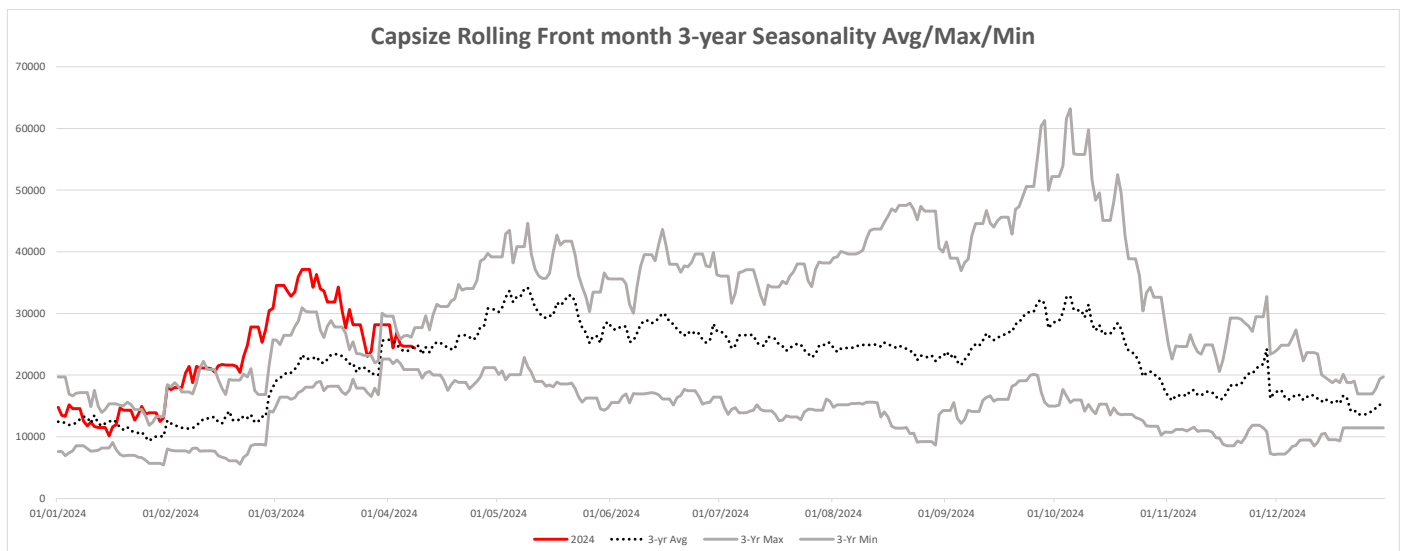


	Support	Resistance	Current Price	Bull	Bear
S1	22,477	R1	24,000	Stochastic oversold	RSI below 50
S2	20,375	R2			
S3	17,608	R3			

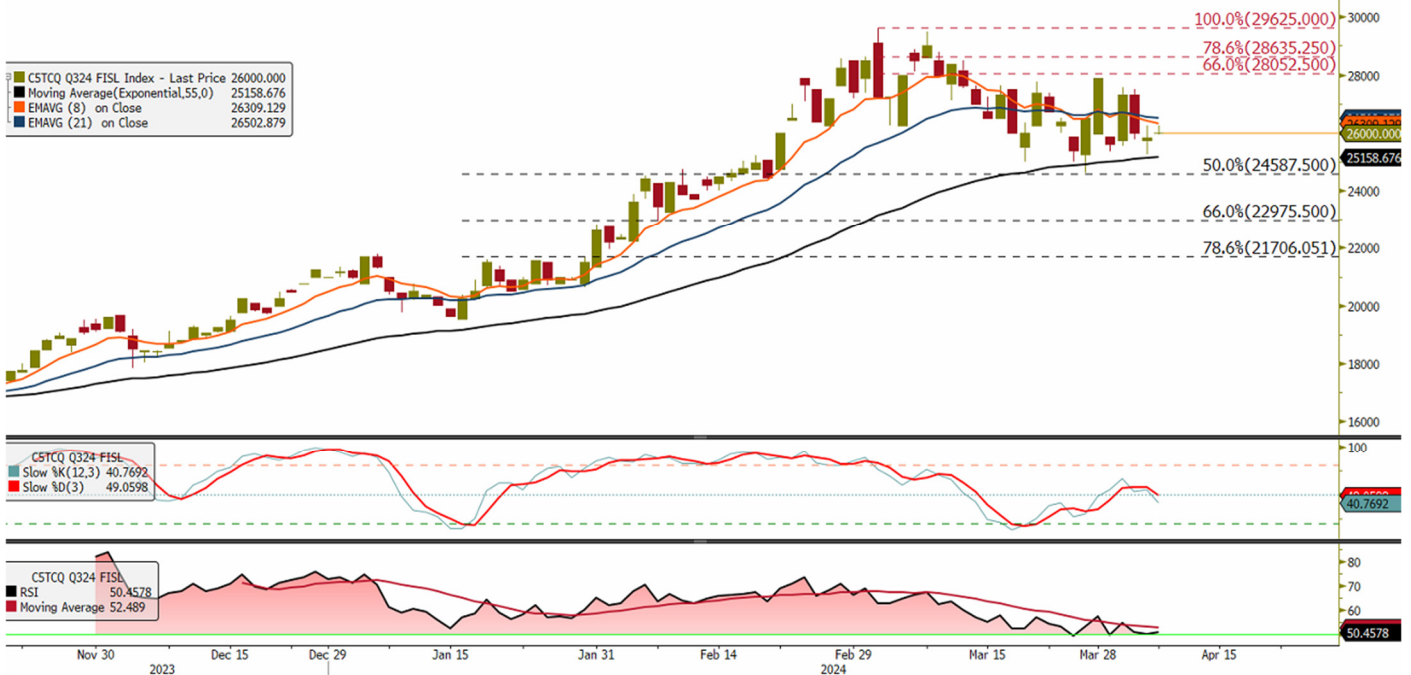
Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Technically bullish on the last report, the move below USD 26,282 meant the pullback was considered as deep, indicating that the futures were 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 would start to decrease, bringing into question the longer-term bull cycle. The MA on the RSI warned of momentum weakness; however, as we had 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 would need to be monitored. The futures held support before moving higher on the roll into the May contract; however, we are now moving lower with price below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 32,140 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.
- We remain bullish with a neutral bias; as noted in the morning report, the futures rejected the weekly pivot level on the open (USD 25,125), if we close below this level it will warn that sell side pressure is increasing. Likewise, a close above this level will warn that resistance levels could come under pressure in the near-term. The MA on the RSI continues to warn that momentum remains weak, implying support levels are vulnerable at this point.

Source Bloomberg



Capesize Q3 24

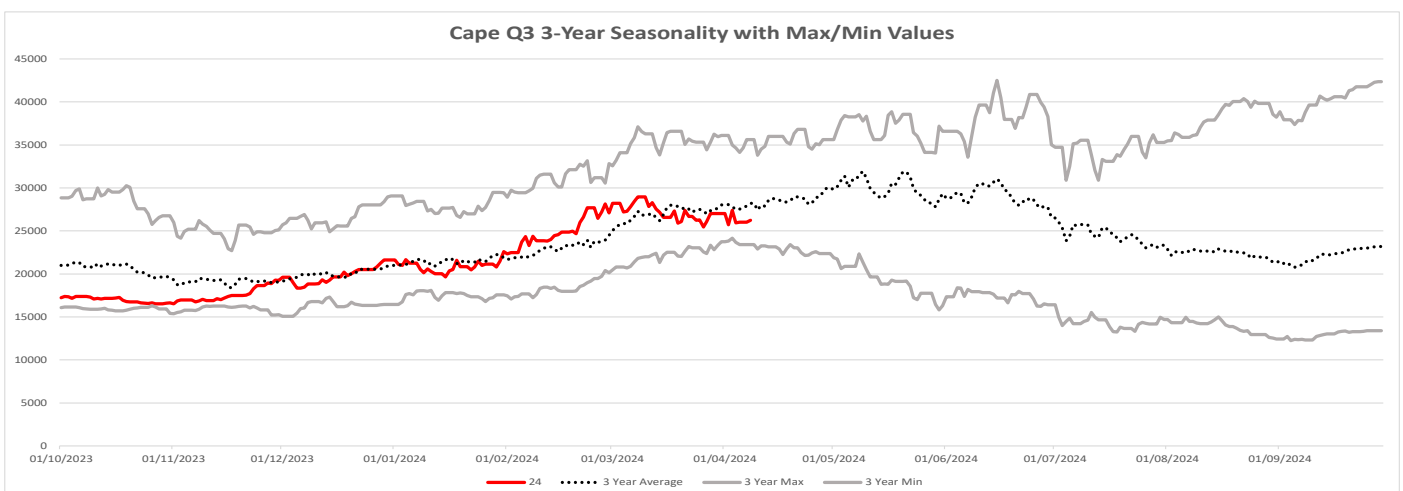


	Support	Resistance	Current Price	Bull	Bear
S1	24,587	R1	26,000		
S2	22,975	R2			
S3	21,706	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA
- RSI is at 50 (50)
- Stochastic is at 50
- Technically bullish on the last report, the MA on the RSI warned that momentum remained weak, meaning support levels were still vulnerable. The longer-term trend looked to be a bullish impulse wave 3, implying downside moves should in theory be countertrend, 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 would start to decrease, warning we could be entering a higher timeframe wave 4. If we closed above the weekly pivot (USD 26,500), it would warn that buy-side pressure was increasing. If the RSI also moved above its average, it would further support a buyer's argument, warning that the USD 28,052 resistance could come under pressure. The futures traded down to but held above the 55-period EMA, resulting in price testing but rejecting the USD 28,052 resistance. We continue to test but hold above the 55-period EMA. Price is below the 8-21 period EMA's with the RSI neutral at 50.
- 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 but in a corrective phase, we are now consolidating above the 55-period EMA with momentum neutral. The 8-21 period EMA's are flat, supporting the neutral momentum indicators; however, price is below the weekly pivot level (USD 26,225), if we close below this level it will warn that sell side pressure is increasing. The MA on the RSI is starting to flatten, warning sell side momentum is slowing. Price action is neutral, but we have rejected key upside resistance with intraday Elliott wave analysis suggesting that upside moves have the potential to be countertrend, indicating support levels remain vulnerable in the near-term at this point.



Capesize Cal 25

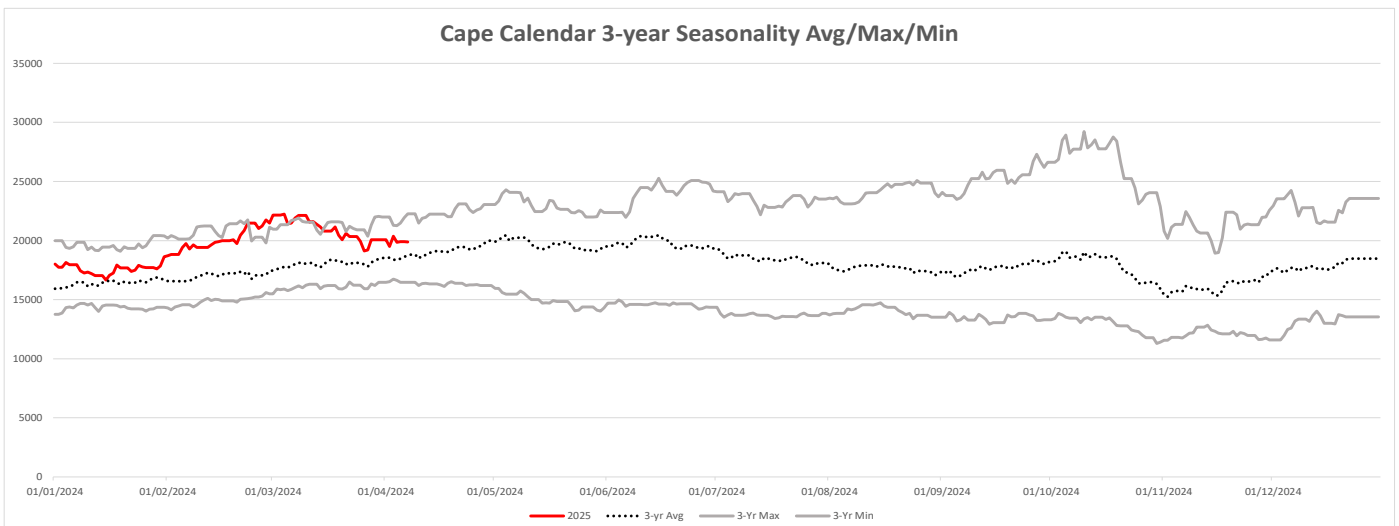


	Support	Resistance	Current Price	Bull	Bear
S1	18,625	R1	19,875		RSI below 50
S2	17,837	R2			
S3	17,008	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8-21 period EMA
- RSI is below 50 (48)
- Stochastic is above 50
- Unchanged on the technical on the last report, the futures were USD 1,000 lower with the MA on the RSI continuing to warn that momentum remained weak. Price was below the weekly pivot (USD 20,591) with the futures looking like they were in a countertrend wave 4 of this phase of the cycle. If we did 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 was increasing; likewise, a move below USD 19,875 will create an intraday positive divergence with the RSI, suggesting caution on downside breakouts. The futures remained below the weekly pivot levels with price trading below the USD 19,875 and USD 18,625 support levels. Having breached the USD 18,625 level, the futures moved higher; we remain below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 21,288 will leave the futures vulnerable to further tests to the downside, above this level the USD 22,750 fractal will start to look vulnerable.
- Technically bullish, the move below USD 18,625 means we now have a neutral bias. The MA on the RSI is warning that momentum remains weak with price below the weekly pivot level (USD 19,941). A close below this level will imply that sell-side pressure is increasing, warning support levels could come under pressure. The near-term wave cycle has a neutral bias, but the longer-term cycle remains bullish providing we hold above the USD 17,008 level. Intraday Elliott wave analysis on the corrective cycle does warn that support levels could come under pressure in the near-term.





Capesize C5 April (Rolling Front Month Heiken Ashi Chart)



	Support	Resistance	Current Price	Bull	Bear
S1	10.12	R1	10.47	Stochastic oversold	RSI below 50
S2	9.32	R2			
S3	8.30	R3			

- 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 below the 8-21 period EMA
- RSI is below 50 (47)
- Stochastic is oversold
- Unchanged on the technical on the previous report, we remained bullish but in a corrective phase. Momentum is conflicting, as the MA on the RSI warned of weakness; however, the RSI was above 50 with the stochastic in oversold territory. Providing the RSI held above 50, the futures would be vulnerable to a move higher, below 50 the stochastic would be 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 did close above the weekly pivot level (USD 11.85) it would warn that buy-side pressure was starting to increase. The futures did close below the weekly pivot level, resulting in price trading below the 10.60 support. We have since started to consolidate with price below the 8-21 period EMA's supported by the RSI below 50.
- Upside moves that fail at or below USD 12.10 will leave the futures vulnerable to further tests to the downside, above this level the USD 13.09 fractal high the technical will be back in bullish territory, warning resistance levels could come under pressure.
- Technically bullish, we now have a neutral bias due to the depth of the pullback. The weekly pivot level is now at USD 10.56 meaning it is in play. A close below that holds below it will imply sell side pressure is increasing, whilst a close above it will warn that resistance could come under pressure. The MA on the RSI is warning that momentum remains weak; however, recent price action is neutral due to the consolidation.

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