



Capesize Technical Report

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Index

Technically bearish, the MA on the RSI is starting to flatten, warning sell side momentum is slowing down. We have a small support zone between USD 19,555 – USD 20,060 (MBP – Weekly pivot), a close below this level will warn that the USD 17,854 fractal support could be tested. Likewise, if we hold support and close above the 200-period MA (USD 21,575) will further support a buyer's argument. We are cautious on downside moves due to the secondary and primary trend support lines.

May 24

We remain bullish with a neutral bias with the futures now at an inflection point, as we have an intraday double top at USD 28,750 whilst price is above the weekly pivot level (USD 26,500). If we hold above the weekly pivot level and close above the intraday resistance, then we have the potential to test the USD 32,140 Fibonacci resistance. Likewise, a close below that holds below the weekly pivot level will warn that sell side pressure is increasing. The MA on the RSI is starting to flatten warning sell side momentum is slowing, whilst the intraday RSI is making new highs, implying downside moves have the potential to be countertrend in the near-term.

Q3 24

Technically bullish, the upside move above USD 28,052 means that the probability of the futures trading to a new low has started to decrease. However, we have formed a small rejection candle on the back of a negative divergence with the RSI, warning we could see sell side pressure at higher levels. This is countered by the intraday RSI making new highs, warning resistance remains vulnerable. The longer-term technical is bullish; however, we have a more neutral view at this point due to the lack of clarity on the technical.

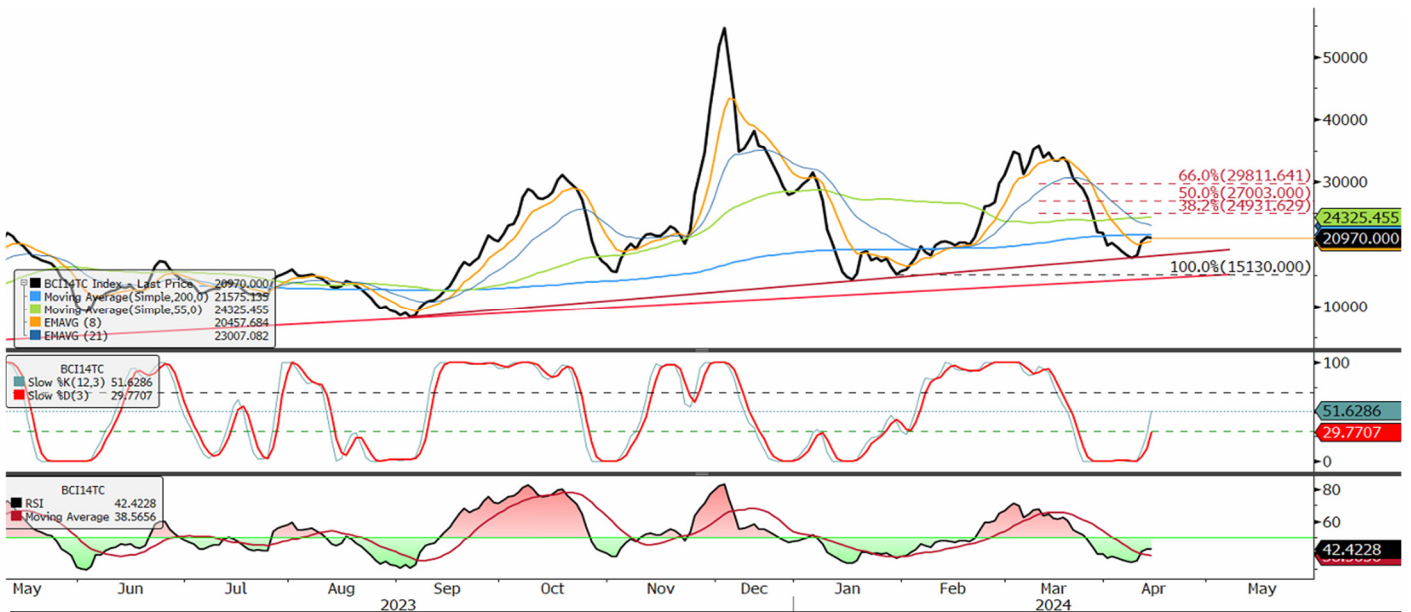
Cal 25

Technically bullish with a neutral bias, the futures have moved higher but remain below the USD 21,288 resistance, if broken, the technical will be back in bull territory, as the probability of price trading to a new low will start to decrease. The MA on the RSI is flat implying momentum is neutral, but price is above the weekly pivot level (USD 20,608), meaning we remain supported at this point. The longer-term technical remains bullish, in theory we remain vulnerable to a move lower as we are below the USD 21,288 level. However, the 55-period EMA is pointing in an upward trajectory with price above the intraday fractal resistance at USD 20,800, warning key resistance could be tested and broken.

C5 May

Technically bullish with a neutral bias, the move above USD 10.78 is warning that resistance levels could be vulnerable in the near-term. The MA on the RSI is warning that momentum remains weak; however, there are signs that the average is flattening whilst the RSI is above its MA, meaning we could be transitioning to the buy side. A close below that holds below the weekly pivot level (USD 10.78) will imply that sell side momentum is increasing; however, the futures have moved higher on the back of a positive divergence, meaning we are cautious on downside moves whilst the divergence is in play.

Capesize Index

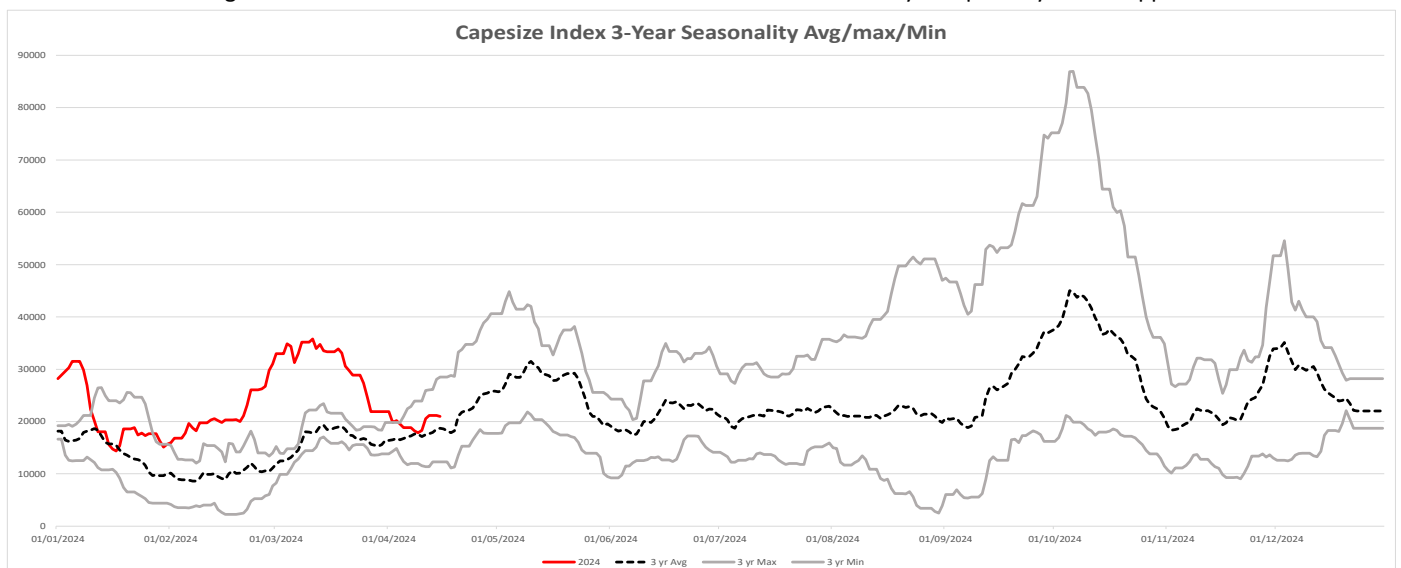


Support	Resistance	Current Price	Bull	Bear
S1	R1	20,970	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is above 50 (42)
- Stochastic is oversold
- Price is below the weekly pivot point (USD 19,309)
- Technically bearish last week, the index was approaching trend support at USD 17,806; a close below that held below it would warn that the USD 15,130 – USD 14,254 support levels could come under pressure. The MA on the RSI warned that momentum remained weak with price below the weekly pivot level (USD 19,309), warning trend support could come under pressure. If support held and we closed above the weekly pivot level, it would imply that buyside pressure was increasing, meaning we could test the 200-period MA at USD 21,488. We noted that this was a benchmark average, a close above that held above this level will warn that sentiment could be changing back to the buyside. The index held trend support resulting in a move higher, the index is testing but remains below the 200-period MA. We are between the 8-21 period EMA's with the RSI below 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 19,555 will mean it is aligned to the sell side. 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 remains below the 200-period MA (USD 21,575) with price starting to turn lower. We have a small support zone between the MBP and weekly pivot levels (USD 19,555 – USD 20,060). A close below this level will warn that the USD 17,854 fractal support could come under pressure; likewise, if support holds and we close above the 200-period MA, we could see resistance levels be tested. The RSI is above its MA which is starting to flatten, indicating sell side momentum is slowing down. We are cautious on downside moves due to the secondary and primary trend supports.



Capesize May 24 (1 Month forward)

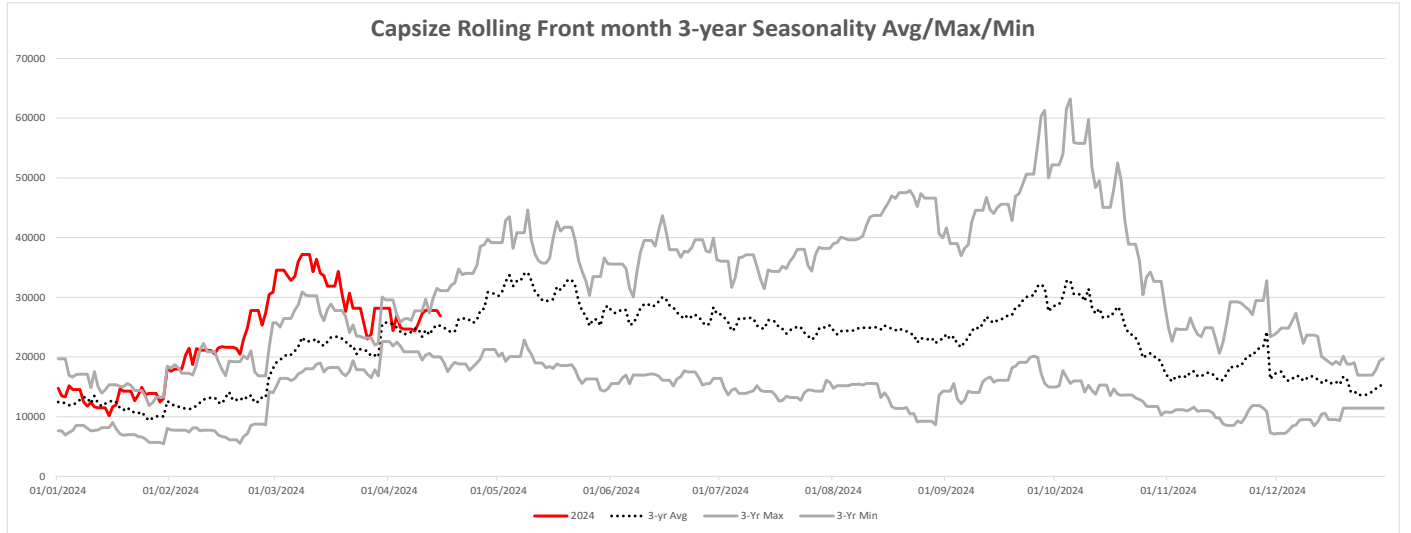


	Support	Resistance	Current Price	Bull	Bear
S1	26,500	R1	27,125	RSI above 50	Stochastic overbought
S2	22,477	R2			
S3	20,375	R3			

Synopsis - Intraday

- Price is between the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- We remained bullish with a neutral bias last week; we had noted in the morning report that the futures had rejected the weekly pivot level on the open (USD 25,125), if we closed below this level, it would warn that sell side pressure was increasing. Likewise, a close above this level would warn that resistance levels could come under pressure in the near-term. The MA on the RSI continued to warn that momentum remained weak, implying support levels were vulnerable. We traded to a low of USD 23,500 with price closing below the weekly pivot level; however, in the morning report the following day we highlighted that the futures were approaching a bullish sloping intraday 200-period MA, making it a dangerous area to sell, as the futures were vulnerable to short covering. We rejected the intraday average, resulting in price closing back above the weekly pivot level. Having traded to a high of USD 28,750 the futures have seen a small move lower. We are now between the 8-21 period EMA's with the RSI above 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.
- The futures remain bullish with a neutral bias. The technical is now at an inflection point, as we have an intraday double top at USD 28,750 with the weekly pivot level at USD 26,500. If we can hold above the 26,500 level and close above the USD 28,750 fractal resistance, then the futures have the potential to test the USD 32,140 Fibonacci resistance. However, a close below that holds below the weekly pivot level will warn that sell side pressure is increasing. The MA on the RSI is starting to flatten, implying sell side momentum is slowing, whilst the intraday RSI has broken resistance, implying downside moves have the potential to be countertrend in the near-term.

Source Bloomberg



Capesize Q3 24

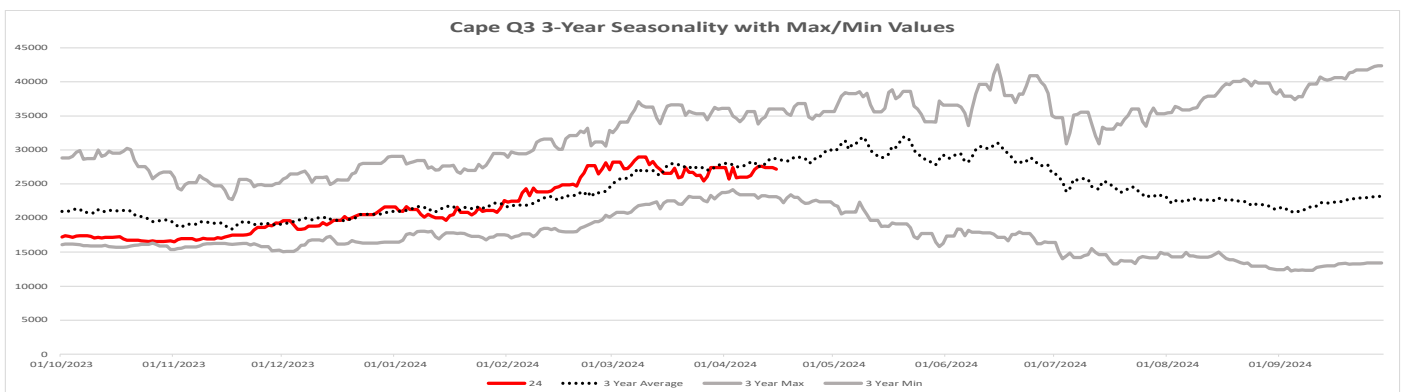


	Support	Resistance	Current Price	Bull	Bear
S1	27,075	R1	27,450	RSI above 50	Stochastic overbought
S2	24,587	R2			
S3	22,975	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (54)
- Stochastic is overbought
- Technically bullish but in a corrective phase last week, we were consolidating above the 55-period EMA whilst momentum was neutral. The 8-21 period EMA's were flat, supporting the neutral momentum indicators; however, price was below the weekly pivot level (USD 26,225), if we closed below this level, it would warn that sell side pressure is increasing. The MA on the RSI was starting to flatten, warning sell side momentum was slowing. Price action was neutral, but we had rejected key upside resistance with intraday Elliott wave analysis suggesting that upside move had the potential to be countertrend, indicating support levels remained vulnerable in the near-term. The futures produced a Doji star on the 08/04 with price holding above the 55-period average, implying indecision in the market, warning sell side momentum was potentially slowing. We closed the Doji below the weekly pivot level, however, the futures moved higher the following day. We are now above all key moving averages with the RSI above 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, the upside move has breached the USD 28,052 resistance, meaning that the probability of the futures trading to a new low has started to decrease. However, we have a small rejection candle on the 11/04 on the back of a negative divergence with the RSI, that is warning we have sell side pressure at higher levels. Countering this, the intraday RSI on the 4-hour chart is making new highs, warning resistance remains vulnerable. This technical is still unclear, a 5-wave pattern lower followed by the RSI divergence on the upside move continues to warn that support levels are vulnerable, the breach in the USD 28,052 level implies otherwise. If we hold above the weekly pivot level (USD 27,075) and the divergence fails, then we could see a move higher; likewise, a close below the USD 27,075 level will warn that sell side pressure is increasing. We maintain a more neutral view at this point due to the lack of clarity on the technical. From a longer-term perspective, Elliott wave analysis is suggesting that downside moves are considered as countertrend, making USD 22,975 the key support to follow.



Capesize Cal 25

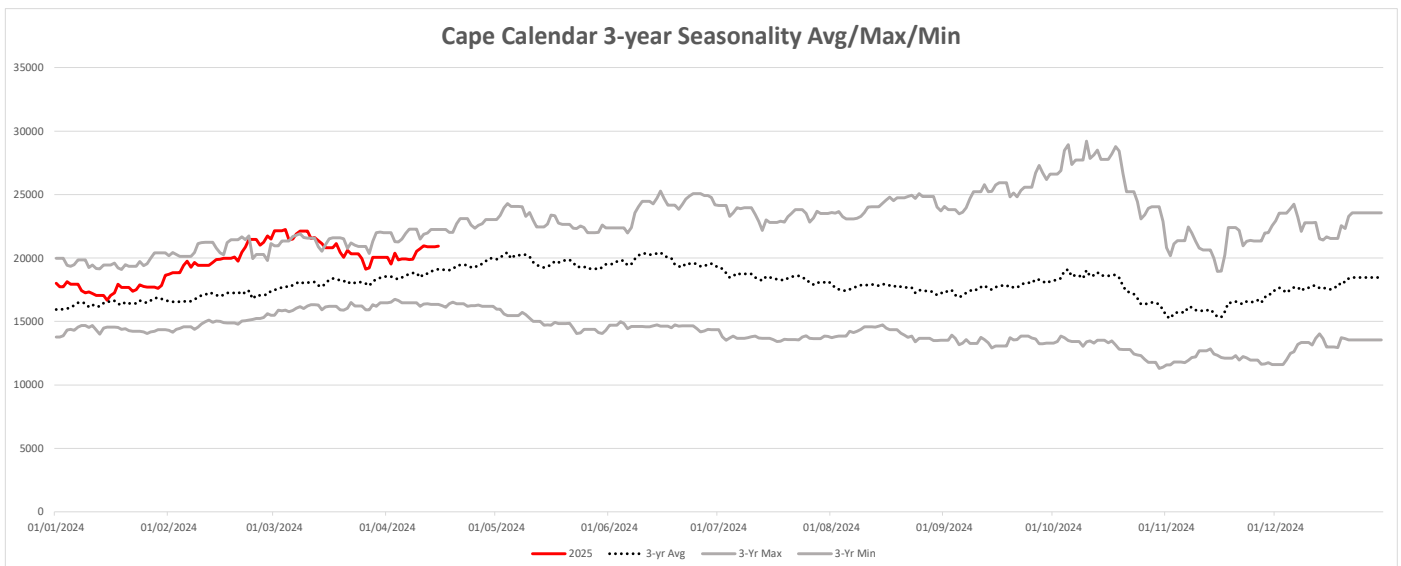


Support	Resistance	Current Price	Bull	Bear
S1	R1	20,850	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (54)
- Stochastic is overbought
- Technically bullish last week, the move below USD 18,625 meant we had a neutral bias. The MA on the RSI warned that momentum remained weak with price below the weekly pivot level (USD 19,941). A close below this level would imply that sell side pressure was increasing, warning support levels could come under pressure. The near-term wave cycle had a neutral bias, but the longer-term cycle remained bullish providing we held above the USD 17,008 level. Intraday Elliott wave analysis on the corrective cycle did warn that support levels could come under pressure in the near-term. The futures have continued to move higher with price now above all key moving averages.
- 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.
- Having traded to a high of USD 21,250 the futures have seen a very small pullback. The MA on the RSI is flat, meaning momentum is neutral; however, price is above the weekly pivot level (USD 20,608), meaning we remain supported at this point. Key resistance remains intact at this point (USD 21,288), if broken, then the probability of the futures trading to a new low will start to decrease. A close below that holds below the weekly pivot level will warn that sell side pressure is increasing. In theory, we remain vulnerable to a move lower, as we are below the USD 21,288 resistance; however, we are above the intraday fractal resistance (USD 20,800), warning we could move higher.





Capesize C5 April (Rolling Front Month Heiken Ashi Chart)



Support	Resistance	Current Price	Bull	Bear
S1	R1	11.02	RSI above 50	
S2	R2			
S3	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 above the 8-21 period EMA
- RSI is above 50 (51)
- Stochastic is below 50
- Technically bullish, we had a neutral bias due to the depth of the pullback. The weekly pivot level was now at USD 10.56 meaning it is in play. A close below that held below it would imply sell side pressure was 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 was neutral due to the consolidation. Having traded to low of USD 10.17 the futures moved higher on the back of a minor divergence with the RSI, resulting in price closing back above the weekly pivot level. We are above all key moving averages supported by the RSI above 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 technical will be back in bullish territory, warning resistance levels could come under pressure.
- We remain bullish with a neutral bias; the upside move above USD 10.78 is warning that resistance levels could be vulnerable in the near-term. However, a close below that holds below the weekly pivot (USD 10.78) will imply that sell side pressure is increasing, meaning support levels could be tested and broken. The MA on the RSI is warning that momentum remains weak, however, there are signs that the average is starting to flatten with the RSI is now above its average, this is suggesting that momentum could be transitioning to the buyside. We are cautious on downside moves whilst the futures have a divergence in play.

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