



Capesize Technical Report

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Index

Technically bearish previously the index was testing RSI support, implying caution on downside moves. We have since seen a move higher, resulting in price trading above key resistance, meaning that the probability of the index trading to a new low has started to decrease. The MA on the RSI is implying that momentum is supported, leaving resistance levels vulnerable, above USD 27,338 the technical will be bullish. Bullish price action alongside momentum support suggests that the index could trade above the USD 27,338 level into bullish territory.

Oct 24

Neutral price action in the last report, we noted that if the futures held above its trend line, then resistance could come back under pressure. The futures have moved higher on the back of an inverse head and shoulders pattern, with price now in bullish territory. We have also seen an intraday Elliott wave extension, suggesting downside moves should be considered as countertrend at this point, making USD 25,908 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. Upside moves above USD 30,875 have the potential to create a positive divergence on the intraday technical, meaning we are cautious on upside breakouts above this level in the near-term.

Q4 24

Technically bearish last time, the intraday divergence implied that resistance levels were starting to look vulnerable. We have traded to new highs meaning the technical is now bullish; the upside price action is supported by the RSI breaking resistance, implying downside moves will be countertrend, making USD 26,895 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. A close below the low of the recent high candle (30/08/24 - USD 28,241) will warn that the futures could be about to enter a corrective phase.

Cal 25

Bullish but in a corrective phase last time, an intraday divergence suggested caution on downside moves. Having consolidated for a period, the futures are now moving higher but remain below the USD 22,550 fractal resistance. The MA on the RSI is indicating that momentum is supported, whilst price is making new highs, suggesting downside moves could be countertrend. However, we are seeing price move lower on the back of an intraday divergence with the RSI (1-hour), warning we could move lower in the near-term.

C5 Oct 24

Bearish but approaching key resistance at USD 10.16 on the last report. We noted that if broken, then the probability of the futures trading to a new low would start to decrease, whilst a rejection would indicate a move lower. Having moved higher the futures have entered bull territory with the MA on the RSI implying we have momentum support. Both price and the RSI have broken upside resistance levels, suggesting downside moves have the potential to be countertrend. However, the RSI is now about to enter a resistance zone (highlighted on the graph), warning we could be about to enter a corrective phase. Bullish, but a note of caution as we are starting to look vulnerable to a technical pullback.

Capesize Index

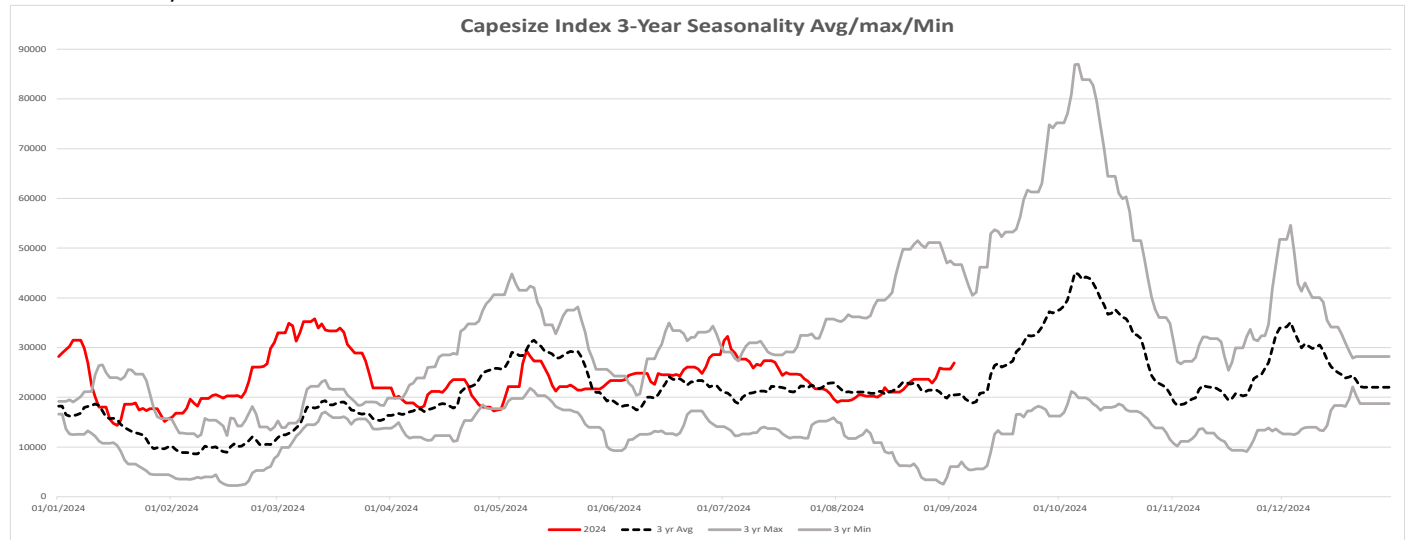


	Support	Resistance	Current Price	Bull	Bear
S1	23,898	R1	27,338	RSI above 50	Stochastic overbought
S2	21,688	R2	29,593		
S3	18,986	R3	32,248		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Price is above the weekly pivot point (USD 24,805)
- Technically bearish on the last report (05/08), the MA on the RSI implied that momentum was weak. We had the MBP at USD 19,728 and the weekly pivot at USD 19,898; upside moves that rejected the small resistance zone will warn that the primary trend support at USD 17,563 could be tested and broken. We had seen a small move higher in the previous couple of sessions, but we had not moved high enough to convince that this upside move would have momentum support. We noted that if we closed above the USD 19,898 level, this could change. We were however testing RSI support, implying caution on moves lower.
- RSI support held, resulting in the index moving higher, we are bearish but now have a neutral bias. We are above all key moving averages with the RSI above 50.
- Momentum based on price (MBP) is aligned to the buyside, a close below USD 24,692 will mean it is aligned to the sell side. Downside moves that hold at or above 21,688 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the probability of the index trading to a new low has started to decrease, above USD 27,338 the technical will be bullish. The MA on the RSI is implying that momentum is supported, meaning resistance levels are now vulnerable. A close below the MBP (USD 24,692) will warn that the USD 21,688 support could come under pressure. Bullish price action alongside momentum support suggests that the index could trade above the USD 27,338 level into bullish territory.



Capesize Oct 24 (1 Month forward)

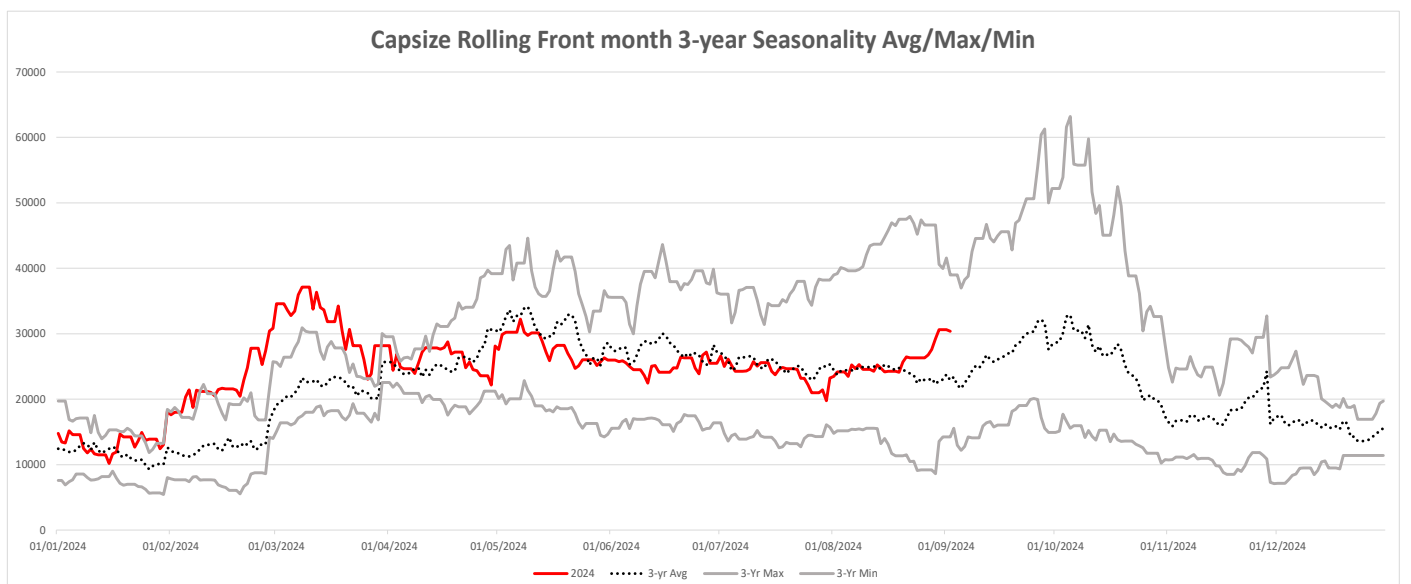


	Support	Resistance	Current Price	Bull	Bear
S1	28,000	R1	30,970	RSI above 50	Stochastic overbought
S2	27,112	R2	32,350		
S3	25,908	R3	33,058		

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is below 50 (64)
- Stochastic is overbought
- Technically bearish with a neutral bias previously. The roll meant that the futures were above trend resistance (USD 21,447); however, this was coming under pressure. The move above USD 23,772 meant that the probability of the futures trading to a new low had started to decrease. Countering this, the RSI was testing resistance whilst the futures also had a resistance zone above it, warning we could see a technical pullback. The roll had put price back above the 200-period MA, but we are rejecting the resistance zone, due to this, price action is neutral. If we hold above the trend support (USD 23,317), then the resistance zone will come back under pressure.
- The futures held trend support with price initially consolidating before breaking to the upside. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 25,908 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are moving higher on an inverse head and shoulders pattern (highlighted in the intraday morning technical). This has resulted in an Elliott wave extension to the upside, warning downside moves now look like they could be countertrend, making USD 25,908 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. Upside moves above USD 30,875 have the potential to create a positive divergence on the intraday technical, meaning we are cautious on upside breakouts above this level in the near-term.

Source Bloomberg



Capesize Q4 24

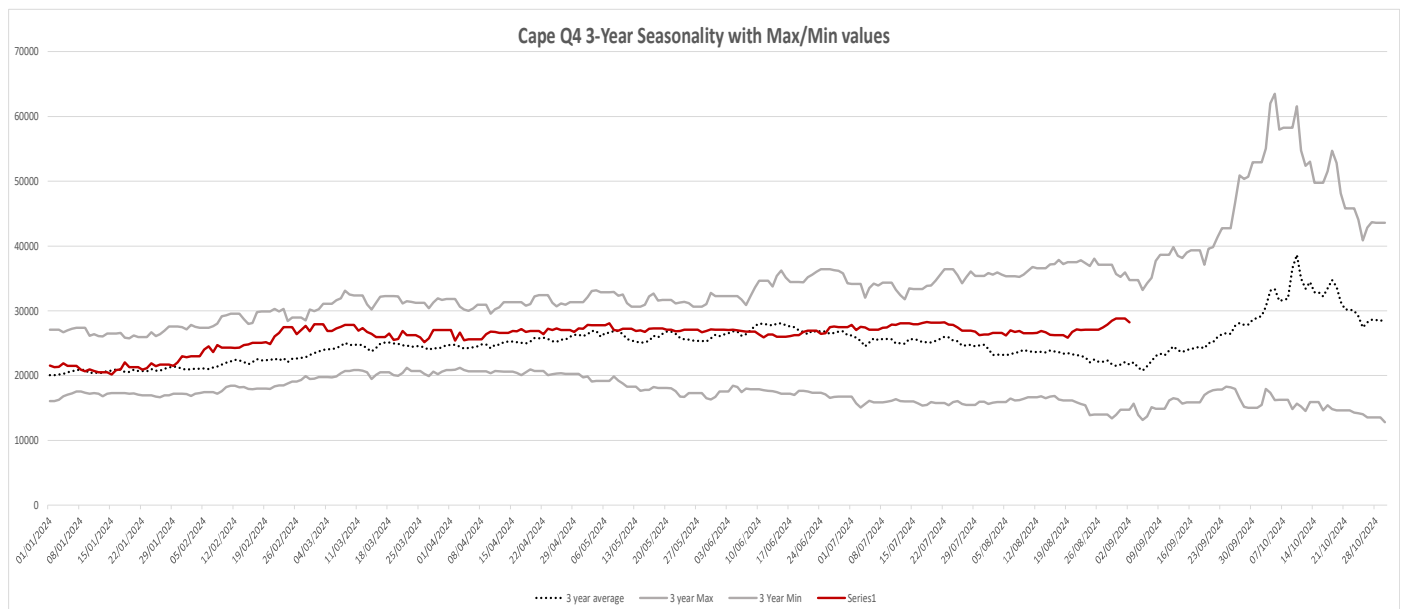


	Support	Resistance	Current Price	Bull	Bear
S1	27,729	R1	29,177	RSI above 50	Stochastic overbought
S2	27,375	R2	29,775		
S3	26,895	R3	30,081		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (57)
- Stochastic is overbought
- Technically bearish on the previous report, the new low meant that we had a positive divergence in play on both the daily and intraday charts, suggesting caution on downside moves. The MA on the RSI indicated that momentum remained weak; however, the intraday divergence implied resistance levels were starting to look vulnerable, meaning the futures were not considered a technical sell.
- The initial upside move failed to hold; however, this resulted in the futures creating a second positive, meaning we have subsequently seen a move to new highs. We are above all key moving averages with the RSI above 50.
- Downside moves that hold at or above USD 26,895 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI indicates that momentum is supported whilst both the RSI and price have broken upside resistance levels. This suggests that downside moves now look like they could be countertrend, making USD 26,895 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. A close below the low of the recent high candle (30/08/24 - USD 28,241) will warn that the futures could be about to enter a corrective phase.



Capesize Cal 25

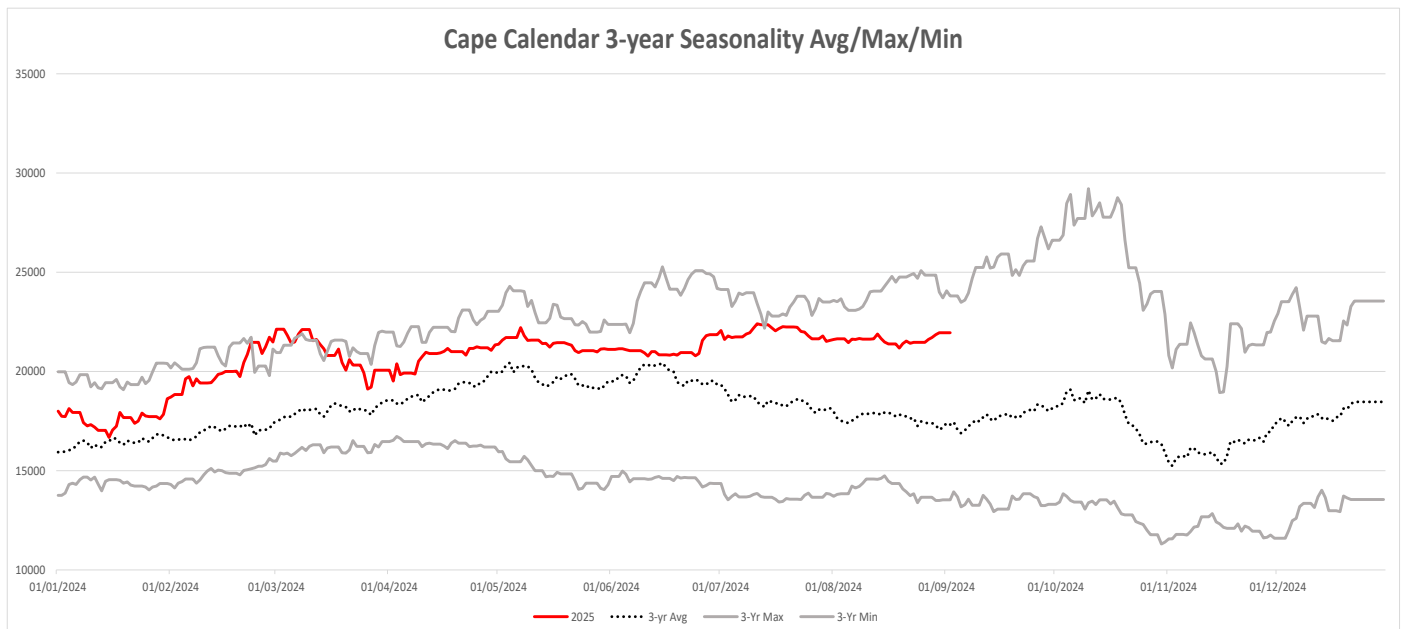


	Support	Resistance	Current Price	Bull	Bear
S1	21,275	R1	21,825	RSI above 50	Stochastic overbought
S2	20,500	R2			
S3	19,844	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is overbought
- Technically bullish but in a corrective phase on the last report, the move below USD 21,425 meant that we had a positive divergence in play on the intraday technical, suggesting caution on downside moves. A close above USD 21,800 would imply that buy-side pressure was increasing, warning resistance levels would become vulnerable. We remained cautious on downside moves.
- Having consolidated for a period the futures have started to move higher. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 19,844 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures have found bid support but remain below the USD 22,550 fractal resistance. The MA on the RSI indicates that we have light momentum support, whilst the RSI has broken resistance, warning intraday downside moves have the potential to be countertrend. However, we are seeing price move lower on the back of an intraday divergence with the RSI (1-hour), warning we could move lower in the near-term.



Capesize C5 Sep (Rolling Front Month Heikin Ashi Chart)



Support	Resistance	Current Price	Bull	Bear
S1	R1	11.08	RSI above 50	Stochastic overbought
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 (64)
- Stochastic is overbought
- Technically bearish previously, the futures were approaching key resistance at USD 10.16, whilst momentum was neutral. A move above USD 10.16 would mean that the probability of the futures trading to a new low had started to decrease. Likewise, a rejection of the resistance will indicate we could see a move lower.
- The futures traded above the USD 10.16 resistance, resulting in the USD 10.61 fractal resistance being tested and broken, taking the technical into bullish territory. We are above all key moving averages with the RSI above 50.
- Downside moves that hold at or above 9.96 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating that momentum is supported. Both price and the RSI have broken upside resistance levels, suggesting downside moves have the potential to be countertrend. However, the RSI is now about to enter a resistance zone (highlighted on the graph), warning we could be about to enter a corrective phase. Bullish, but a note of caution as we are starting to look vulnerable to a technical pullback.

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