



Capesize Technical Report

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Index

Bullish price action with momentum supported last week, the technical suggested that USD 27,338 resistance could be tested and broken. Having moved higher the technical has entered bullish territory. We now have a minor divergence in play whilst the RSI is testing resistance, suggesting upside moves have the potential to be limited from here.

Oct 24

Technically bullish last week with downside moves considered as countertrend, we have seen a technical pullback with price testing EMA support. However, our intraday Elliott wave analysis continues to suggest that downside moves 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. We remain cautious on upside breakouts above USD 30,875, as this will create a negative divergence with the RSI, warning that buyside momentum could slowdown above this level.

Q4 24

Technically bullish on the previous report, we closed below the USD 28,241 level last week, resulting in a technical pullback. The MA on the RSI is implying that have momentum support; however, the RSI is testing the average, a close below and holds below it will warn that there could still be further downside within the corrective phase. Our Intraday Elliott wave analysis continues to suggest that downside moves look to 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.

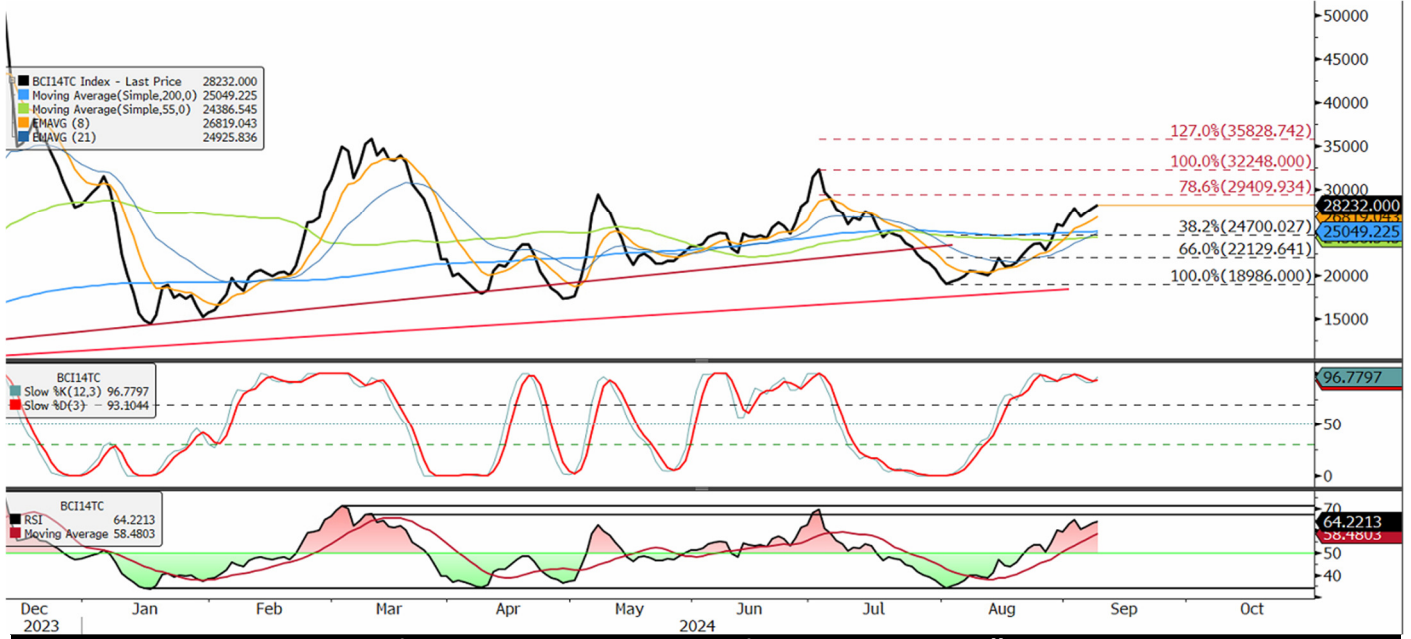
Cal 25

Technically bullish on the last report, the RSI had broken resistance warning that downside moves had the potential to be countertrend. However, we were moving lower on an intraday divergence, warning we could move lower in the near-term. Having sold lower we remain in a corrective phase with price back in the consolidation zone that formed in August. The MA on the RSI has acted as resistance, warning buyside momentum is weak. Price action is back in neutral territory; however, if we do trade below the USD 21,475 level it will create an intraday divergence with the RSI. Neutral.

C5 Oct 24

Bullish last week with downside moves looking like they could be countertrend. We noted that the RSI was about to enter a resistance zone, warning we could be about to enter a corrective phase. Having traded to a low of USD 10.96 the futures found bid support and traded to a new high. We remain bullish but price is now in divergence whilst testing RSI resistance, meaning we now have a note of caution on upside moves, as they could struggle to hold.

Capesize Index

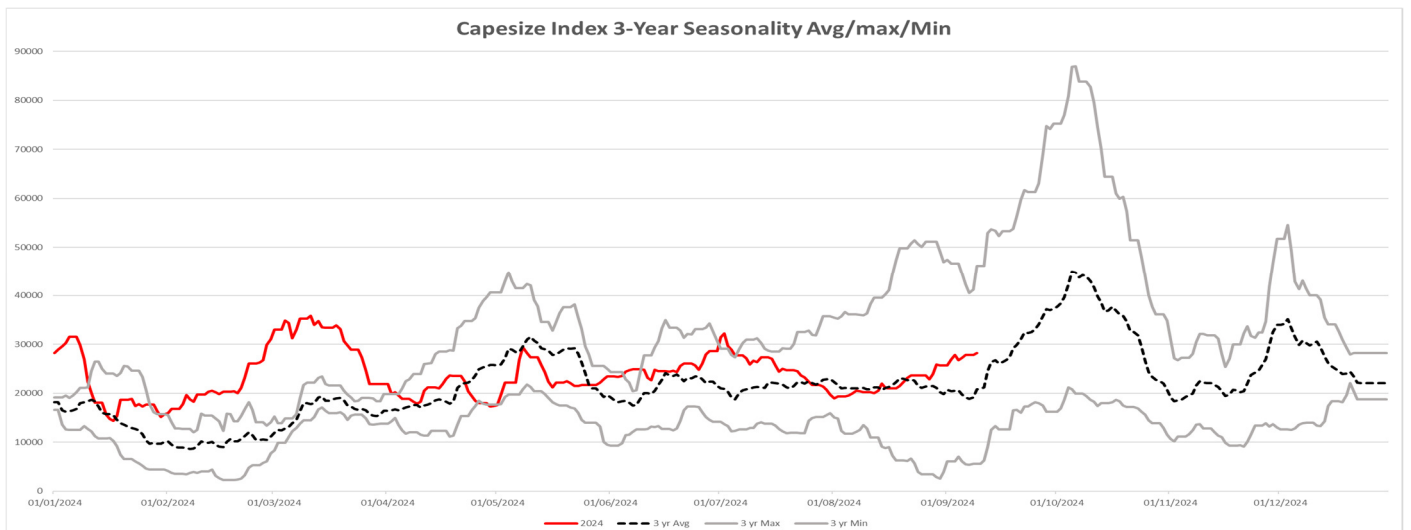


| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|-----------------------|
| S1 | 24,700 | R1 | 29,409 | RSI above 50 | Stochastic overbought |
| S2 | 22,129 | R2 | 32,248 | | |
| S3 | 18,986 | R3 | 35,828 | | |

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Price is above the weekly pivot point (USD 27,467)
- Technically bearish with a neutral bias last week, the probability of the index trading to a new low had started to decrease, above USD 27,338 the technical would be bullish. The MA on the RSI implied that momentum was supported, meaning resistance levels were vulnerable. A close below the MBP (USD 24,692) would warn that the USD 21,688 support could come under pressure. Bullish price action alongside momentum support suggested that the index could trade above the USD 27,338 level into bullish territory.
- The index has moved higher with the technical now in bullish territory. We are above all key moving averages supported by the RSI above 50.
- Momentum based on price (MBP) is aligned to the buy side, a close below USD 27,157 will mean it is aligned to the sell side. Downside moves that hold at or above 22,129 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying that momentum is supported at this point. The RSI is approaching a resistance area whilst we have a very minor divergence in play, suggesting upside moves have the potential to be limited from here in the near-term.



Capesize Oct 24 (1 Month forward)

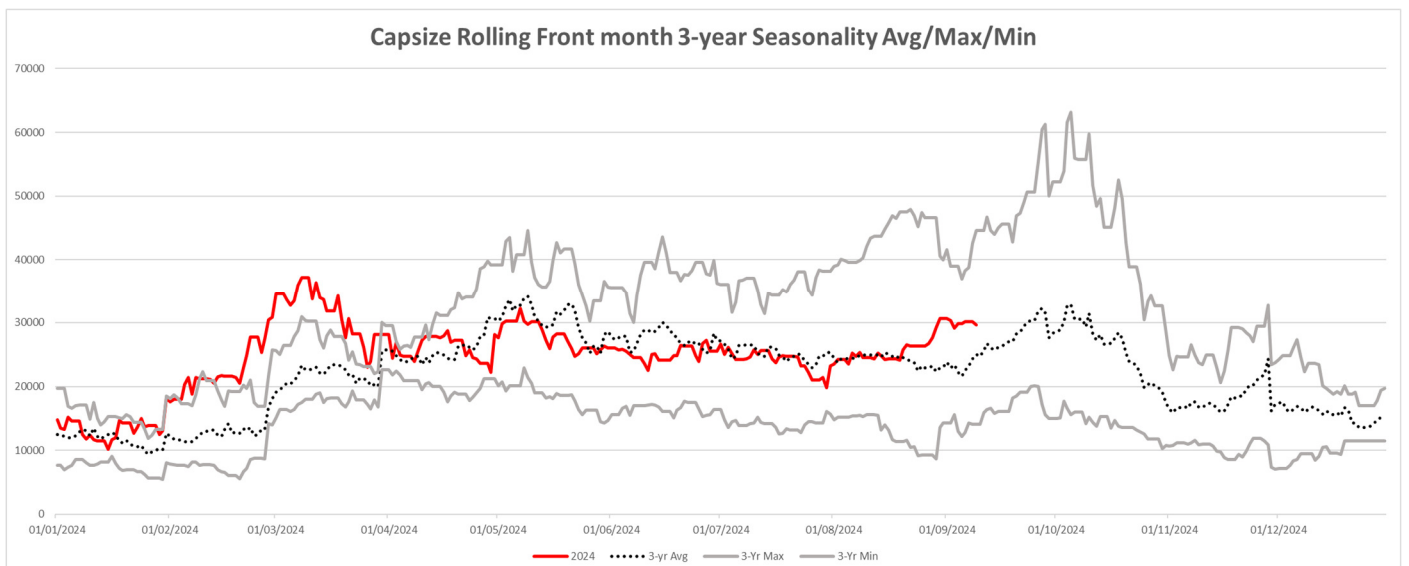


| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|-----------------------|
| S1 | 28,000 | R1 | 30,970 | RSI above 50 | Stochastic overbought |
| S2 | 27,112 | R2 | 32,350 | | |
| S3 | 25,908 | R3 | 33,058 | | |

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (60)
- Stochastic is overbought
- Technically bullish last week, the futures were moving higher on an inverse head and shoulders pattern (highlighted in the intraday morning technical). This had 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 would start to decrease. Upside moves above USD 30,875 had the potential to create a negative divergence on the intraday technical, meaning we were cautious on upside breakouts above this level in the near-term.
- The futures did see a technical pullback that has held EMA support; however, the futures are yet to trade to a new high. 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 MA on the RSI is implying that momentum remains supported. The futures have seen an intraday pullback today (09/09); however, our Elliott wave analysis continues to suggest that downside moves 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. Like last week, we remain cautious on upside breakouts above USD 30,875, as this will create a negative divergence with the RSI. Not a sell signal, it does warn that we could see a momentum slowdown on an upside breakout.

Source Bloomberg



Capesize Q4 24

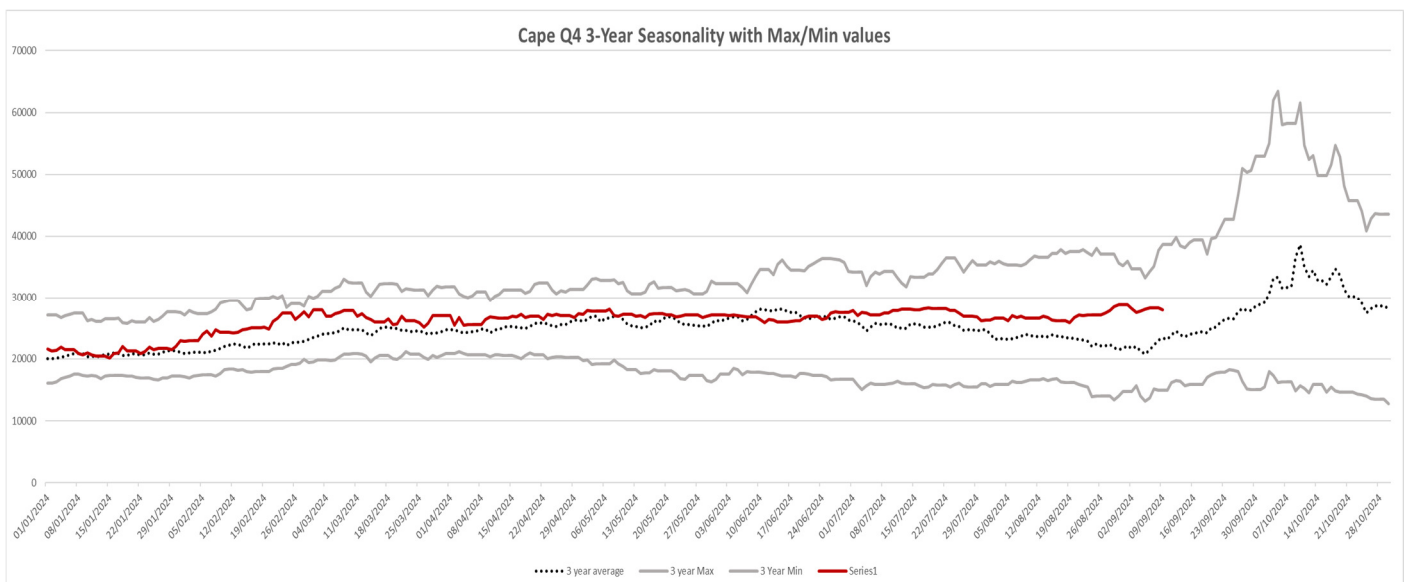


| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 27,375 | R1 | 28,246 | RSI above 50 | |
| S2 | 26,895 | R2 | 28,600 | | |
| S3 | 26,517 | R3 | 28,954 | | |

Synopsis - Intraday

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (54)
- Stochastic is above 50
- Technically bullish last week, the MA on the RSI indicated that momentum was supported whilst both the RSI and price have broken upside resistance levels. This suggested that downside moves looked 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 would start to decrease. A close below the low of the recent high candle (30/08/24 - USD 28,241) would warn that the futures could be about to enter a corrective phase.
- The futures closed below the USD 28,241 level, resulting in price trading to a low of USD 27,100, before finding light bid support. We are above the 8-21 period EMA's 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 futures remain in a corrective phase at this point. The MA on the RSI is implying that we still have momentum support; however, the RSI is testing the average, if we start to close below and hold below it, then it will warn that there could still be further downside. Our Intraday Elliott wave analysis continues to suggest that downside moves look to 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.



Capesize Cal 25

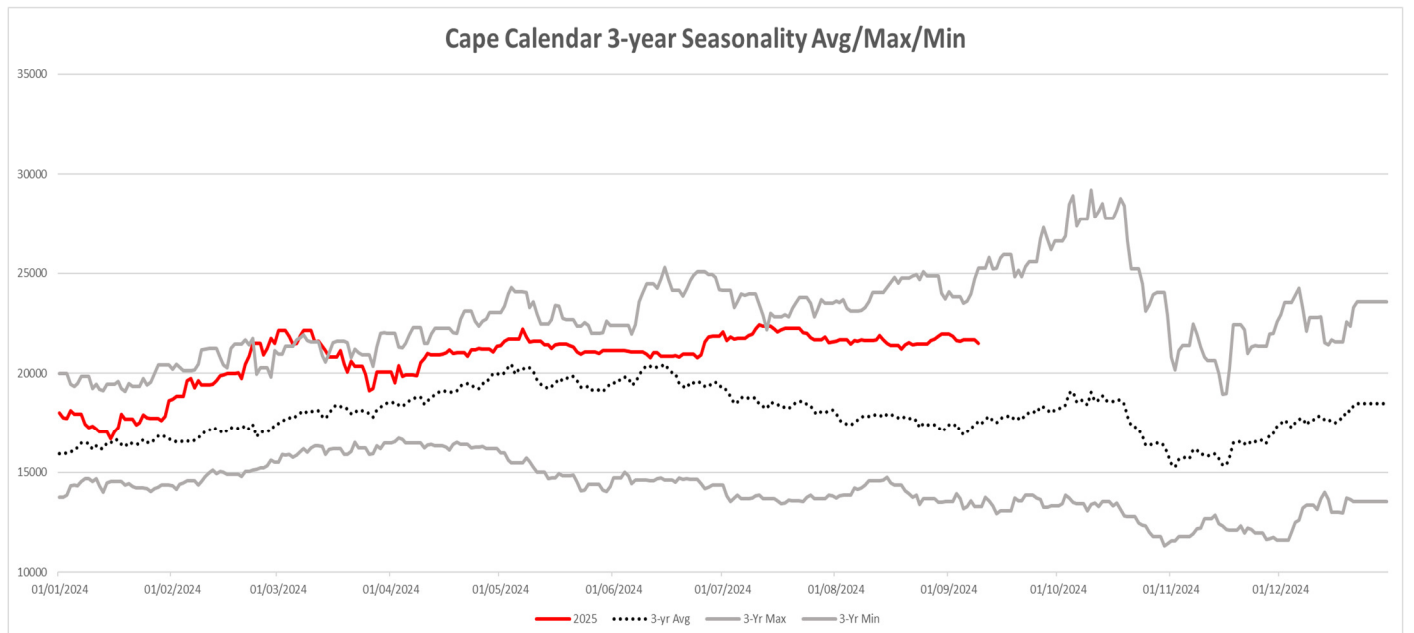


| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|------|--------------|
| S1 | 21,275 | R1 | 22,400 | | RSI below 50 |
| S2 | 20,500 | R2 | 22,750 | | |
| S3 | 19,844 | R3 | 23,826 | | |

Synopsis - Intraday

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is below 50
- Technically bullish last week, the futures had found bid support but remained below the USD 22,550 fractal resistance. The MA on the RSI indicates that we had light momentum support, whilst the RSI has broken resistance, warning intraday downside moves had 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.
- The futures have seen a near-term move lower with price below the 8-21 period MA whilst the RSI is below 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 remain in a corrective phase. The MA on the RSI is neutral; however, it has acted as a resistance to the RSI, warning buyside momentum remains weak. The futures are now back in the consolidation zone that formed in August, suggesting price action is neutral. If we do trade below the USD 21,475 level, it will create a minor positive divergence with the intraday RSI on the 1-hour technical, implying caution on downside breakouts. Price action is currently in neutral territory.



Capesize C5 OCT (Rolling Front Month Heikin Ashi Chart)



| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|-----------------------|
| S1 | 10.53 | R1 | 11.43 | RSI above 50 | Stochastic overbought |
| S2 | 10.29 | R2 | 12.10 | | |
| S3 | 9.97 | R3 | 12.76 | | |

- 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 (62)
- Stochastic is overbought
- Technically bullish last week, the MA on the RSI indicated that momentum was supported. Both price and the RSI had broken upside resistance levels, suggesting downside moves had the potential to be countertrend. However, the RSI was 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.
- The futures did see a small move lower down to USD 10.96 before trading to a new high. We are above all key moving averages with the RSI above 50.
- Downside moves that hold at or above 9.97 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying that momentum is supported. However, the upside move to a new high means that the RSI is in divergence with price, whilst we are back testing the RSI resistance zone. Although bullish, we now have a note of caution on upside moves as they could struggle to hold.

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