



# Capesize Technical Report

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## Index

Technically bearish with upside moves looking like they could be countertrend last week. The index has found light bid support, resulting in price opening above the weekly pivot level (USD 15,185); however, we remain below the MBP level (USD 15,338). A close above this level will warn that buy-side pressure is increasing, meaning resistance levels could come under pressure. As noted previously, with price and the RSI having recently made new lows, momentum is indicating that upside moves look like they could be countertrend. The index has started to consolidate just above its lows, meaning we are starting to form a base, implying caution on downside moves in the near-term.

## Dec 24

The futures were in divergence last week which needed to be monitored. Having traded to a low of USD 17,300 we rolled into the December contract, resulting in price gapping higher, we have since found light bid support. We should note that there was a positive divergence in play, warning sell side momentum could slow down. The MA on the RSI is implying that we have light momentum support, supporting the move higher in the near-term; however, lower timeframe Elliott wave analysis is implying that upside moves have the potential to be countertrend, making USD 23,289 the key resistance to follow. Note: if we do trade above this level, then the probability of the futures trading to a new low will start to decrease.

## Q1 25

Bearish last week, we noted that the futures could trade as low as USD 13,234 within this phase of the cycle; however, we had a note of caution as we were in divergence with the RSI. Having traded to a low of USD 13,075 we have since moved higher on the divergence. Intraday Elliott wave analysis is suggesting that the move higher looks to be countertrend, making USD 15,962 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low will start to decrease. With price moving higher on the back of the positive divergence, we could see the Fibonacci resistance zone come under pressure in the near-term.

## Cal 25

Technically bullish with a neutral bias, the futures are moving higher on the back of the intraday positive divergence highlighted last week. Lower timeframe Elliott wave analysis is suggesting that upside moves look like they could be countertrend, making USD 21,627 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease.

## C5 Dec 24

The futures traded to a low of USD 8.68 last week, creating a positive divergence with the RSI, resulting in price moving higher. A close above USD 9.29 will warn that the Fibonacci resistance zone could come under pressure. However, both price and the RSI recently made new lows, warning that upside moves have the potential to be countertrend, making USD 10.43 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low has started to decrease.

# Capesize Index

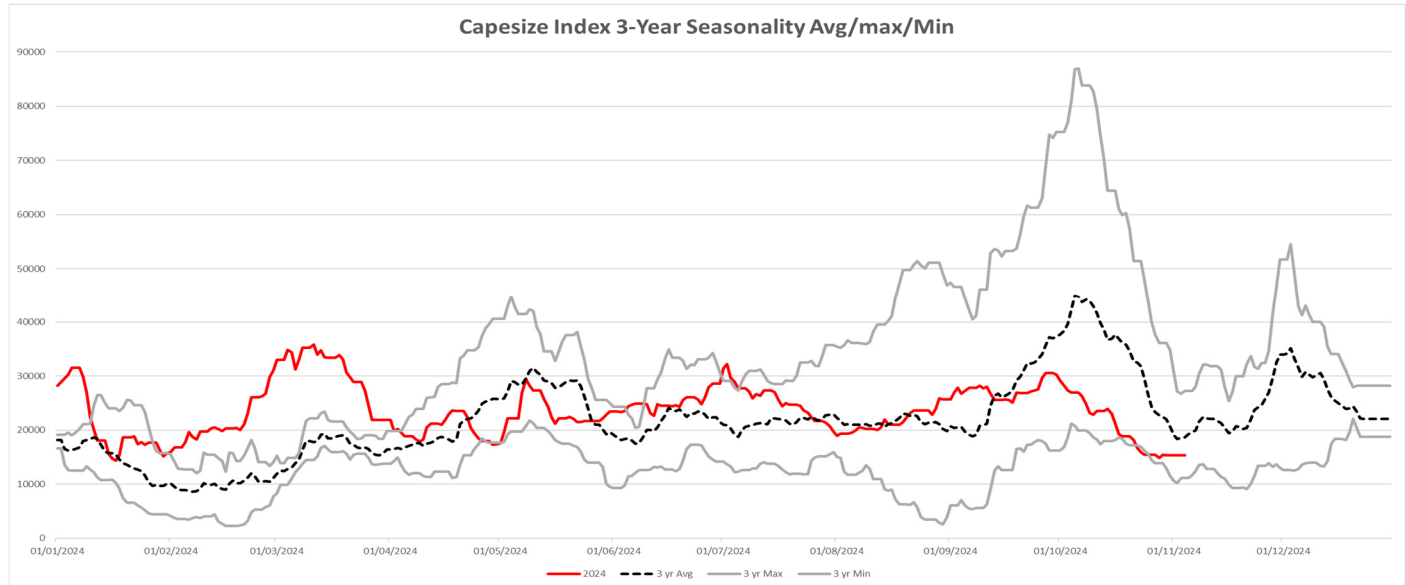


	Support	Resistance	Current Price	Bull	Bear
S1	14,181	R1	18,338	Stochastic oversold	RSI below 50
S2	12,397	R2	19,427		
S3	11,482	R3	20,905		

### Synopsis

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (28)
- Stochastic is oversold
- Price is above the weekly pivot point (USD 15,185)
- Technically bearish last week, the MA on the RSI continued to suggest that momentum remained weak. We noted that if we did see a close above the USD 16,037 level, it would warn that momentum based on price was starting to increase; however, as noted last week, with price and the RSI both making new lows, momentum is indicating that upside moves looked like they could be countertrend.
- The index has found light bid support with price remaining below the 8-21 period EMA's, the RSI is below 50 with price above the weekly pivot level.
- Momentum based on price (MBP) is aligned to the sell side, a close above USD 15,338 will mean it is aligned to the buy side. Upside moves that fail at or below USD 20,905 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical this week. The index has opened above the weekly pivot point but below the MBP level (USD 15,338). A close above this level will warn that momentum based on price is starting to increase, warning that resistance levels could come under pressure. However, as noted previously, with price and the RSI having recently made new lows, momentum is indicating that upside moves look like they could be countertrend. Price action is starting to consolidate, implying we could be forming a base, meaning we have a note of caution on downside moves in the near-term.



# Capesize Dec 24 (1 Month forward)

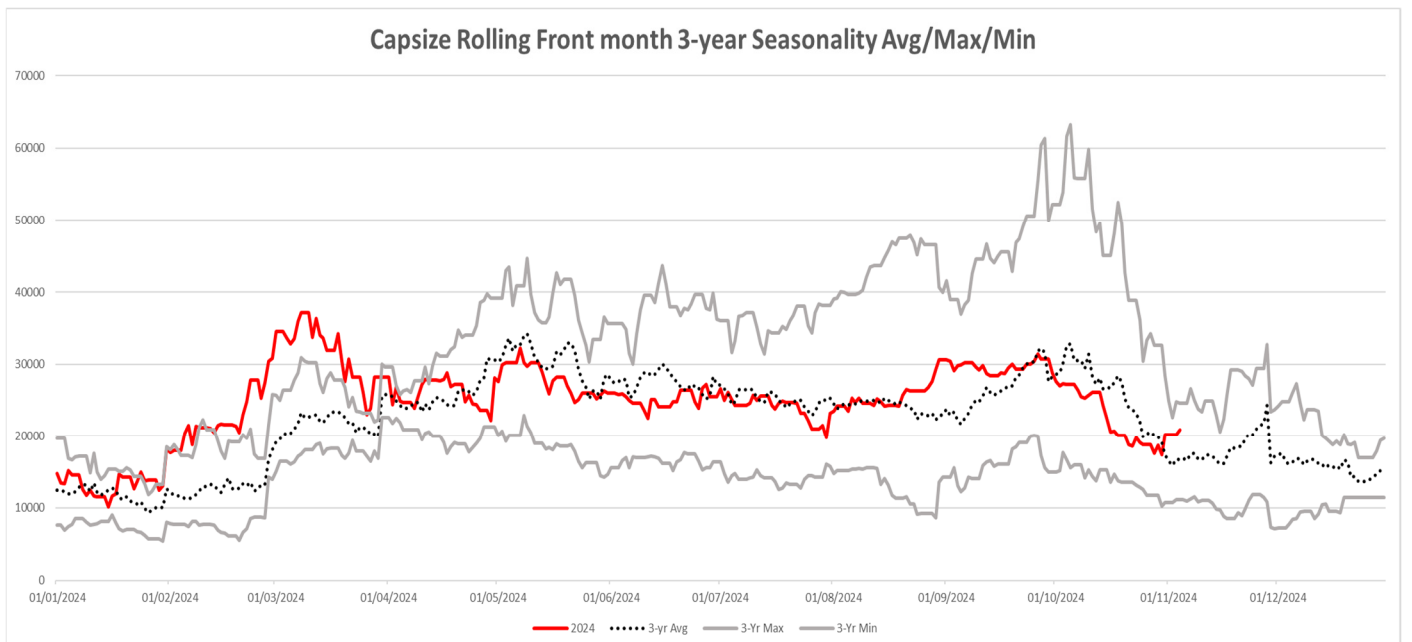


	Support	Resistance	Current Price	Bull	Bear
S1	16,601	R1	21,837		RSI below 50
S2	15,576	R2	23,289		
S3	14,551	R3	24,432		

### Synopsis

- Price is between the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is below 50
- Technically bearish last week, the futures were in divergence with the RSI, we noted that this was more prominent on the intraday chart. Not a buy signal, it warned that we could see a momentum slowdown, which would need to be monitored. However, we looked to have had an Elliott wave extension to the downside, warning we had the potential to trade as low as USD 14,551 within this phase of the cycle. Based on the Elliott wave extension, upside moves looked like they could be countertrend in the near-term.
- The futures traded to a low of USD 17,300 before moving higher on the roll, we have since found light bid support. Price is between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 23,289 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical bearish, the MA on the RSI is implying that we have light momentum support. The futures are now trading in the Fibonacci resistance zone, whilst our intraday Elliott wave analysis is warning that the upside move looks like it could be countertrend, making USD 23,289 the key resistance to follow. If we do trade below this level, then the probability of the futures trading to a new low will start to decrease.

Source Bloomberg



# Capesize Q1 25

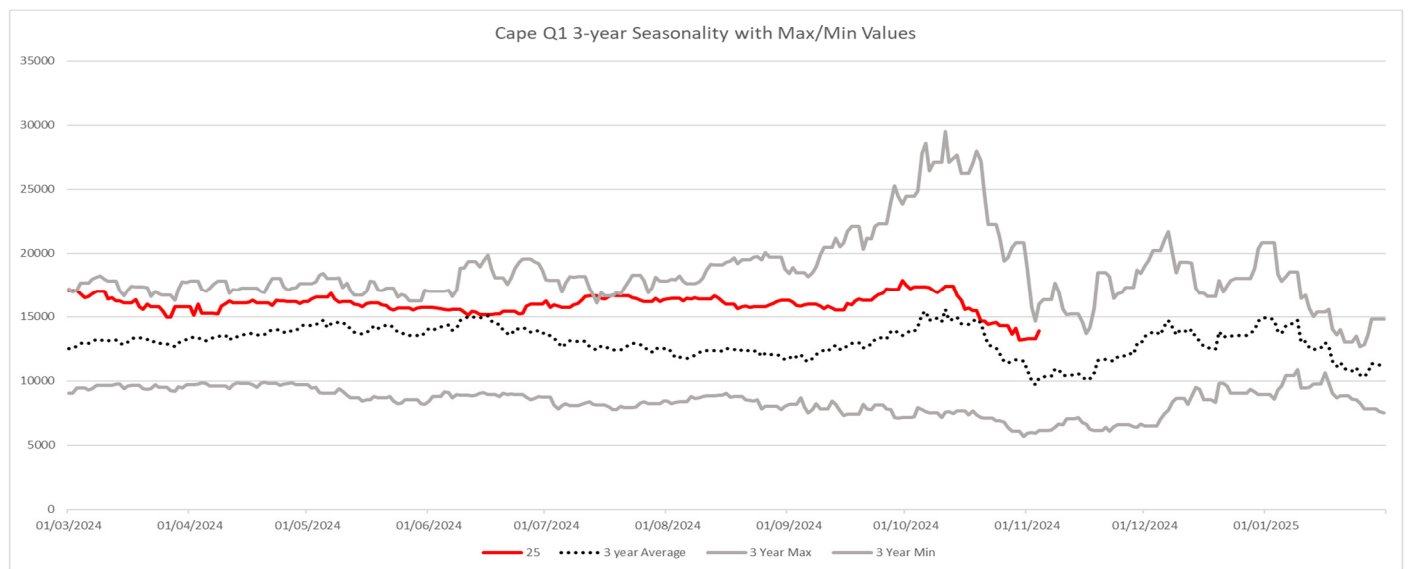


	Support	Resistance	Current Price	Bull	Bear
S1	13,234	R1	14,746	Stochastic oversold	RSI below 50
S2	12,856	R2	15,262		
S3	12,375	R3	15,962		

## Synopsis

Source Bloomberg

- Price is between the 8-21 period EMA
- RSI is below 50 (38)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI implied that momentum remained weak. Lower timeframe Elliott wave analysis warned that we had the potential to trade as low as USD 13,234 within this phase of the cycle. However, the move lower on the open had created a second positive divergence with the RSI, not a buy signal, it warned that we could see a momentum slowdown, which would need to be monitored. Key resistance to follow was at USD 16,545, if broken, then the probability of the futures trading to a new low would start to decrease. We had a note of caution on moves lower due to the intraday divergence.
- The futures sold to a low of USD 13,075 before moving higher on the positive divergence. We are between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 15,962 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the RSI is moving above its average due to the positive divergence with the RSI. Not a buy signal, the divergence had warned that sell side momentum could slow down. However, our intraday Elliott wave analysis is suggesting that the move higher looks to be countertrend, making USD 15,962 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low will start to decrease. With price moving higher on the back of the positive divergence, we could see the Fibonacci resistance zone come under pressure in the near-term.



# Capesize Cal 25

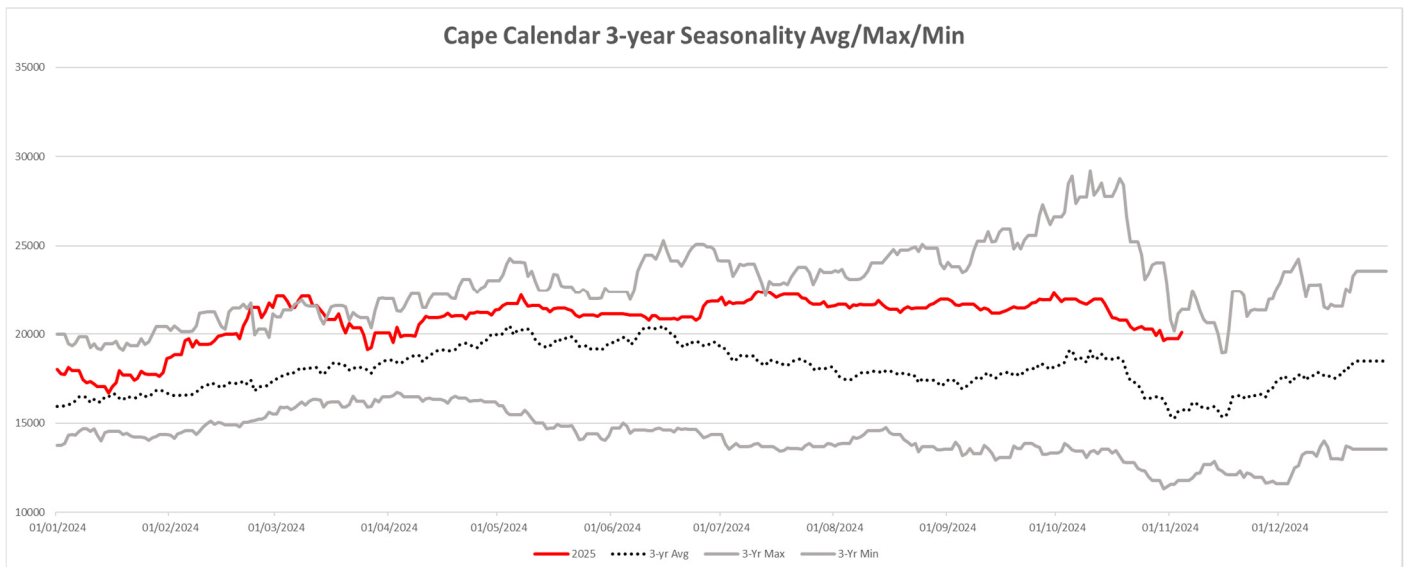


	Support	Resistance	Current Price	Bull	Bear
S1	19,844	R1	20,585	Stochastic oversold	RSI below 50
S2	19,327	R2	20,875		
S3	18,450	R3	21,267		

Source Bloomberg

## Synopsis

- Price is between the 8-21 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Technically bullish with a neutral bias last week, the probability of the futures trading to a new high had started to decrease. The MA on the RSI implied that momentum was weak; however, intraday momentum indicators would be in divergence below USD 19,750, implying caution on downside breakouts in the near-term. Intraday Elliott wave analysis warned that the upside move to USD 20,475 on the 23/10 had not been deep enough to be the technical pullback we were looking for, meaning upside moves still looked like they could be countertrend.
- The futures traded to a low of USD 19,650 before moving higher on the positive divergence with the RSI. Price is between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 21,267 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory.
- Technically bullish with a neutral bias, the futures are finding light bid support due to the divergence. However, lower timeframe Elliott wave analysis is suggesting that upside moves look like they could be countertrend, making USD 21,267 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low will start to decrease. Note: the current upside move now looks to be the one that we have been looking for.



# Capesize C5 Dec (Rolling Front Month Heikin Ashi Chart)



	Support	Resistance	Current Price	Bull	Bear
S1	8.67	R1	9.29	Stochastic oversold	RSI below 50
S2	7.93	R2	9.69		
S3	7.30	R3	10.01		

## Synopsis

- 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's
- RSI is below 50 (42)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI implied that momentum remained weak; however, we noted that a close below USD 8.72 had the potential to create a positive divergence with the RSI. Not a buy signal, it warned that we could see a momentum slowdown, suggesting caution on downside breakouts.
- The index traded to a low of USD 8.68 before finding light bid support we then rolled into Dec. We are between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 10.43 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are moving higher on the back of the positive divergence with the RSI. A close above USD 9.29 will warn that the Fibonacci resistance zone could come under pressure. However, both price and the RSI recently made new lows, warning that upside moves have the potential to be countertrend, making USD 10.43 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low has started to decrease.

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