



Capesize Technical Report

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Dec 24

Technically bearish last week with price moving higher, we have revised the Fibonacci resistance levels higher in line with the intraday morning technical, as they were too low. We remain in bearish territory; however, near-term price action is bullish. The futures are now at an inflection point, as we are trading on the 200-period MA (USD 25,755). A close above that holds above the average will warn that resistance levels could be tested and broken; likewise, this a rejection of the average will warn that market sellers are prepared to defend the longer-term bearish trend, as this is a benchmark moving average. Key resistance to follow is at USD 26,919.

Q1 25

Bearish last week the futures were moving higher on the positive divergence with the RSI, warning sell side momentum was slowing, we remain below the USD 15,962 resistance, if broken, then the probability of the futures trading to a new low will start to decrease. We are trading in a resistance zone highlighted. Upside moves above USD 15,962 have the potential to trade as high as 16,400 by the end of the week (based off volatility bands), suggesting any move higher during the remainder of the week is likely to be at a slower pace. If we reject the USD 15,962 level, then the USD 14,043 support could be tested and broken. We are cautious on upside moves whilst below USD 15,962 with price in a resistance zone.

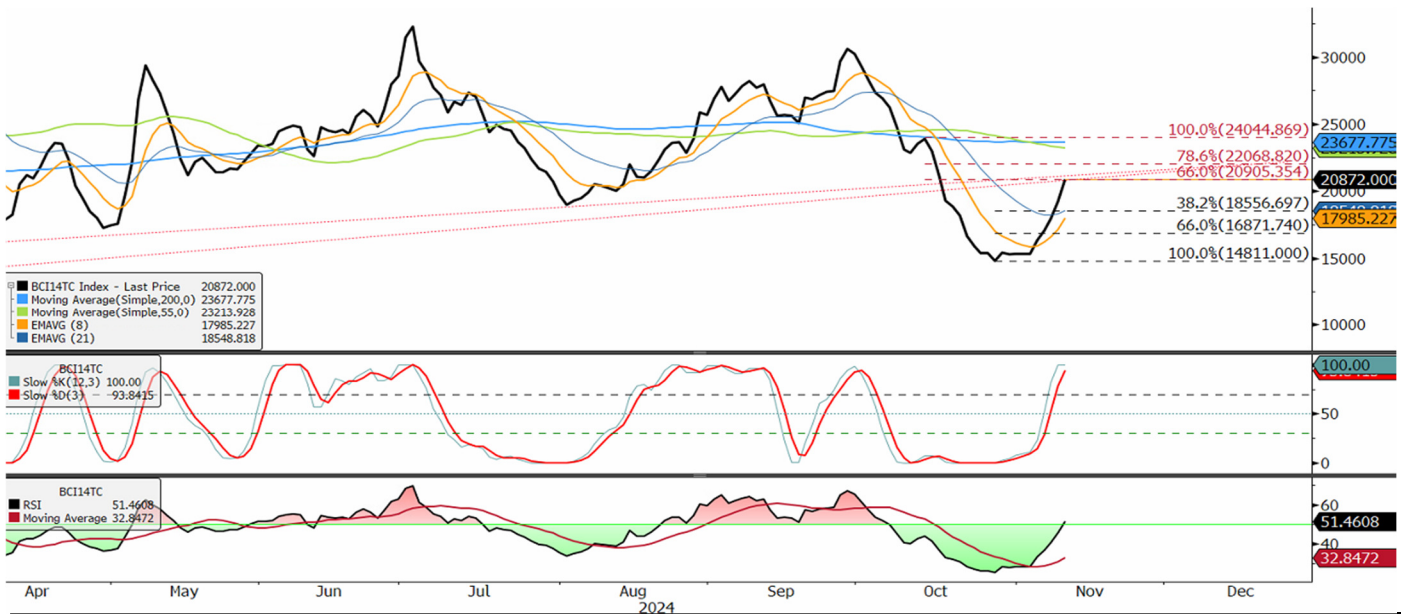
Cal 25

Bullish with a neutral bias last week, the futures were finding light bid support off a positive divergence with the RSI. However, lower timeframe Elliott wave analysis suggested that upside moves look like they could be countertrend, making USD 21,267 the key resistance to follow. The futures have now traded above key resistance meaning we are back in bullish territory. The intraday move today (11/11) has rejected the upper channel resistance (USD 21,289) with price currently below the 200-period MA (USD 16,366). A close above that holds above the average will warn that resistance levels could come under pressure; likewise, a rejection of the average will leave the futures vulnerable to another move lower. Although the technical is back in bullish territory, we do have a note of caution on moves higher whilst below the longer-term average and upper resistance band, as the strength of the upside move in the last few sessions warns we are a little overextended to the upside.

C5 Dec 24

Technically bearish last week, the futures were moving higher on the back of the positive divergence with the RSI. We noted that a close above USD 9.29 would warn that the Fibonacci resistance zone could come under pressure. The futures have continued to move higher with intraday prices nearing the USD 10.47 resistance, if broken, then the probability of the futures trading to a new low will start to decrease. The MA on the RSI is indicating that momentum is supported, warning resistance levels are still vulnerable, meaning we will need to see a close below the weekly pivot level (USD 9.78) for momentum based on price to be seen to be weakening.

Capesize Index

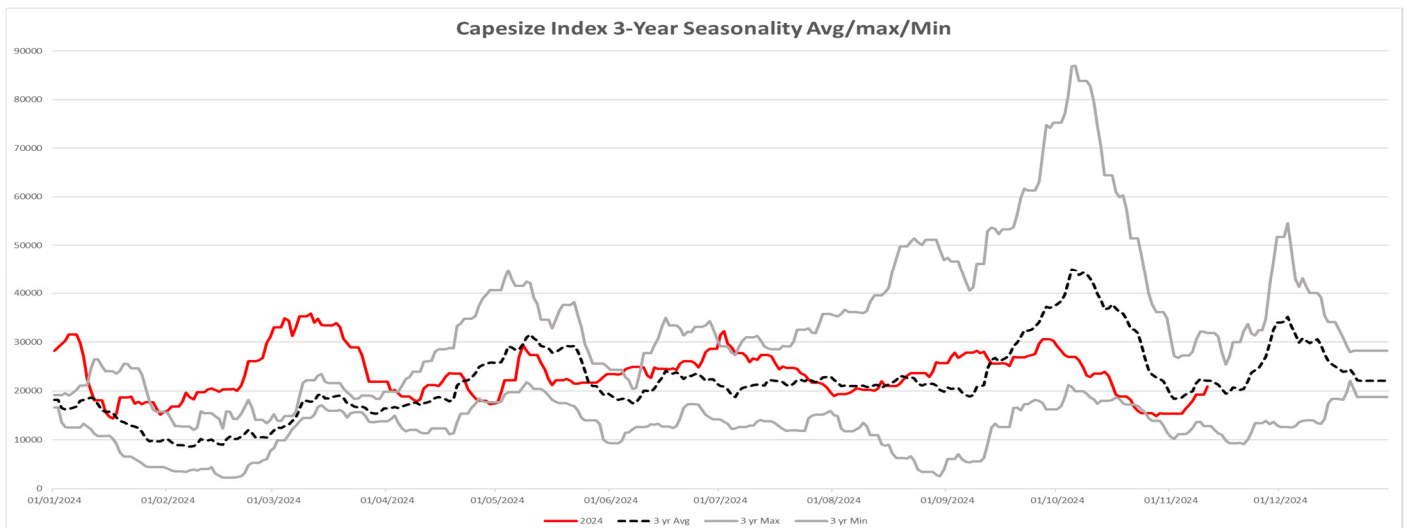


Support	Resistance	Current Price	Bull	Bear
S1	R1	20,872	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Price is above the weekly pivot point (USD 17,917)
- Unchanged on the technical last week. The index had opened above the weekly pivot point but below the MBP level (USD 15,338). A close above this level would warn that momentum based on price was 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 indicated that upside moves look like they could be countertrend. Price action was starting to consolidate, implying we could be forming a base, meaning we had a note of caution on downside moves in the near-term.
- Having consolidated previously, the index is now moving higher, 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 17,546 will mean it is aligned to the sell 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.
- Technically bearish, near-term price action is bullish, as we are above the MBP level and the weekly pivot point (USD 17,917). The MA on the RSI is indicating that momentum is supported whilst price is testing the USD 20,905 level, suggesting it will be broken tomorrow, if it is, then the probability of price trading to a new low will start to decrease. We are trading just above the primary trend support with the secondary trend line at USD 21,162. If we close above and hold above the trend lines, it will warn that we could test the 200-period MA at USD 23,677. Based on the move today (11/11), it looks like the technical will have a neutral bias tomorrow.



Capesize Dec 24 (1 Month forward)

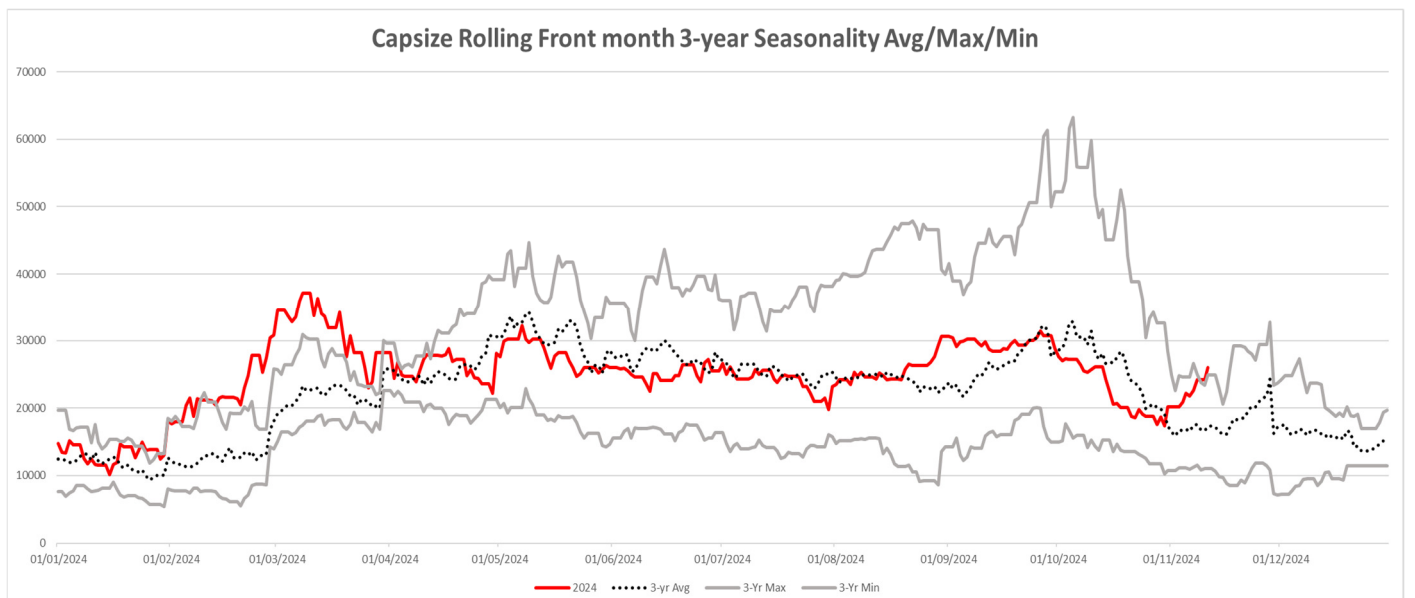


	Support	Resistance	Current Price	Bull	Bear
S1	22,831	R1	26,919	RSI above 50	Stochastic overbought
S2	21,775	R2	28,755		
S3	20,343	R3	31,875		

Synopsis

- Price is above the 8-21 period EMA's
- RSI is above 50 (56)
- Stochastic is overbought
- Technical bearish last week, the MA on the RSI implied that we had light momentum support. The futures were now trading in the Fibonacci resistance zone, whilst our intraday Elliott wave analysis warned that the upside move looked like it could be countertrend, making USD 23,289 the key resistance to follow. If we did trade above this level, then the probability of the futures trading to a new low would start to decrease.
- If you read our morning TA report, you will have noticed that my Fibonacci levels on the weekly technical were marked too low, key resistance is at USD 26,919, not USD 23,289. The futures have traded to a high of USD 26,250, We are above all key moving averages supported by the RSI above 50.
- Upside moves that fail at or below USD 26,919 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above 20,343 will support a near-term bull argument
- Technically we remain in bearish territory; however, near-term price action is bullish and moving higher, the MA on the RSI is indicating momentum is supported. The futures are now at an inflection point, as we are trading on the 200-period MA (USD 25,755). A close above that holds above the average will warn that resistance levels could be tested and broken; likewise, this a rejection of the average will warn that market sellers are prepared to defend the longer-term bearish trend, as this is a benchmark moving average. Key resistance to follow is at USD 26,919.

Source Bloomberg



Capesize Q1 25

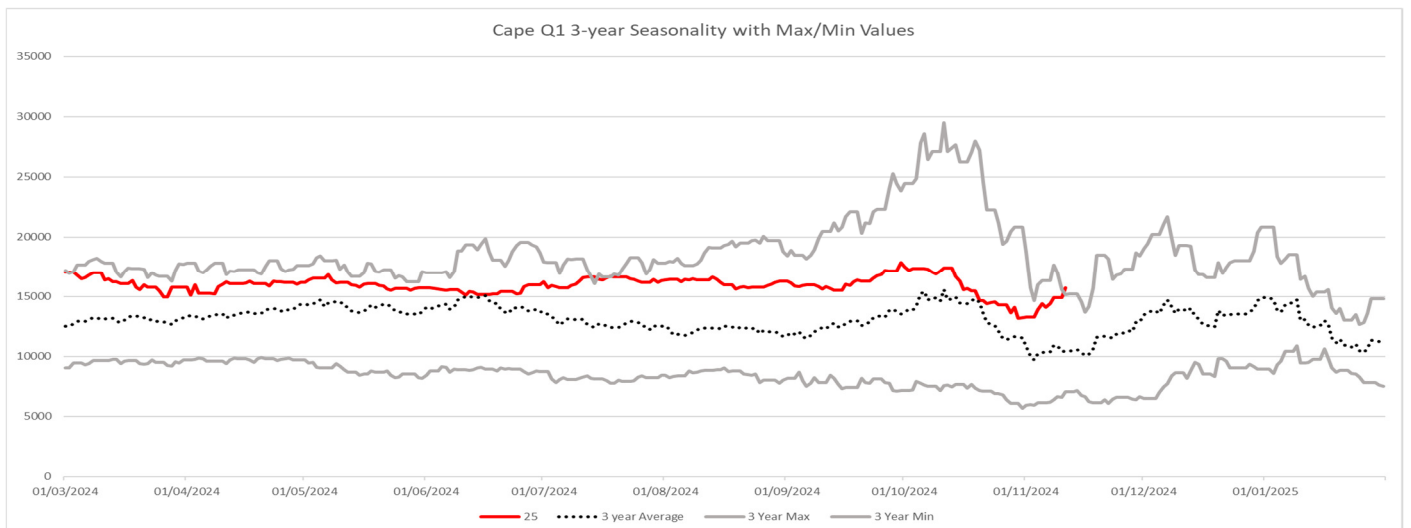


	Support	Resistance	Current Price	Bull	Bear	
S1	14,814	R1	15,700	RSI above 50	Stochastic overbought	
S2	14,487	R2				15,962
S3	14,043	R3				16,513

Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA
- RSI is above 50 (52)
- Stochastic is overbought
- Technically bearish last week, the RSI was 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 suggested that the move higher looked to be countertrend, making USD 15,962 the key resistance to follow. A move above this level would warn that the probability of the futures trading to a new low would 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.
- The futures have moved higher on the back of the positive divergence with the RSI, we are now trading in the Fibonacci resistance zone. We are above all key moving averages with the RSI above 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 we remain bearish as price is still below the USD 15,962 resistance, if broken, then the probability of the futures trading to a new low will start to decrease. The MA on the RSI is indicating that we have light momentum support; however, we are trading in a resistance zone highlighted. Upside moves above USD 15,962 have the potential to trade as high as 16,400 by the end of the week (based off volatility bands), suggesting any move higher during the remainder of the week is likely to be at a slower pace. If we reject the USD 15,962 level, then the USD 14,043 support could be tested and broken. We are cautious on upside moves whilst below USD 15,962 with price in a resistance zone.



Capesize Cal 25

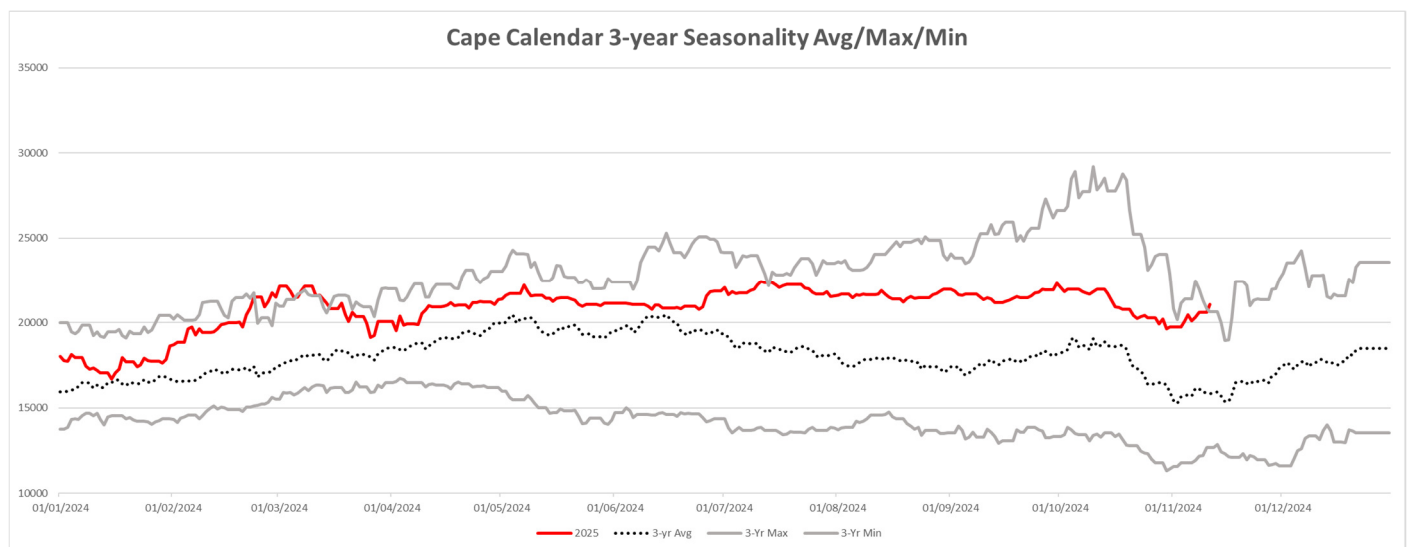


	Support	Resistance	Current Price	Bull	Bear
S1	19,844	R1	21,267	RSI above 50	
S2	19,327	R2	21,575		
S3	18,450	R3	22,100		

Source Bloomberg

Synopsis

- Price is above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is above 50
- Technically bullish with a neutral bias last week, the futures were finding light bid support due to the divergence. However, lower timeframe Elliott wave analysis suggested that upside moves look like they could be countertrend, making USD 21,267 the key resistance to follow. A move above this level would warn that the probability of the futures trading to a new low would start to decrease. We noted the current upside move now looks to be the one that we have been looking for.
- The futures have continued to move higher due to the divergence in play, resulting in the USD 21,267 resistance being broken, the technical is back in bullish territory. 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. Note: this support is back in play due to the futures trading above the USD 21,267 resistance.
- Technically bullish, the move above USD 21,267 means that the probability of the futures trading to a new low has started to decrease. However, the intraday move today (11/11) has rejected the upper channel resistance (USD 21,289) with price currently below the 200-period MA (USD 16,366). A close above that holds above the average will warn that resistance levels could come under pressure; likewise, a rejection of the average will leave the futures vulnerable to another move lower. Although the technical is back in bullish territory, we do have a note of caution on moves higher whilst below the longer-term average and upper resistance band, as the strength of the upside move in the last few sessions warns we are a little overextended to the upside.



Capesize C5 Dec (Rolling Front Month Heikin Ashi Chart)



	Support	Resistance	Current Price	Bull	Bear
S1	8.67	R1	10.04	RSI above 50	Stochastic overbought
S2	7.93	R2	10.47		
S3	7.30	R3	10.81		

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 above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is overbought
- Technically bearish last week, the futures were moving higher on the back of the positive divergence with the RSI. We noted that a close above USD 9.29 would warn that the Fibonacci resistance zone could come under pressure. However, both price and the RSI had recently made new lows, warning that upside moves had the potential to be countertrend, making USD 10.43 the key resistance to follow. A move above this level would warn that the probability of the futures trading to a new low would start to decrease.
- The index continues to move higher on the positive divergence with the RSI, price is now trading in the Fibonacci resistance zone. We are above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 10.47 (revised higher by 4 cents) will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The technical is still in bearish territory; however, price is nearing the USD 10.47 resistance, having moved higher on the positive divergence. If broken, then the probability of the futures trading to a new low will start to decrease. The MA on the RSI is indicating that momentum is supported, warning resistance levels are still vulnerable, meaning we will need to see a close below the weekly pivot level (USD 9.78) for momentum based on price to be weakening.

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