



# Capesize Technical Report

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The downside move below the 55-period MA has failed to hold, warning the 200-period MA could come under pressure. A close above that holds above the average will suggest that the USD 20,504 Fibonacci resistance could be tested and broken; if it is, then we target the USD 23,992 fractal high. Conversely, a close below the weekly pivot level (USD 15,036) will imply sell side pressure is increasing, meaning market bulls should act with caution.

## May 25

Momentum was at an inflection point on the last report, as the RSI was testing a trend resistance level. Having rejected the resistance level, the futures traded to a low of USD 17,150 before finding bid support, resulting in price trading above the USD 18,900 fractal resistance. We remain bullish with the RSI now testing trend resistance again whilst price is just below the 200-period MA (USD 19,636). If we close above and hold above the USD 19,636 level, with the RSI breaking its resistance line, then the USD 21,299 Fibonacci resistance could be tested and broken; if it is, then we target the USD 24,000 fractal high. Conversely, if we reject the 200-period MA and the RSI rejects trend resistance, then support levels will remain vulnerable. Technically we are bullish, but price and momentum are now at an inflection point, meaning we still need to see more upside to convince that resistance will come under pressure.

## Q3 25

Bearish on the last report with sell side momentum starting to slow, our Elliott wave analysis suggested upside moves should be considered as countertrend. The futures have seen bid support but remain below key resistance. We remain bearish with the MA on the RSI now suggesting that momentum is supported. We are below the 55-period MA (USD 20,848), but highlight a polarity resistance at USD 20,950, suggesting caution as we approach this area. If rejected, it will leave the futures vulnerable to a corrective move lower. Likewise, a close above that holds above it will warn the USD 21,329 resistance could be tested and broke. If it is, then the probability of price trading to a new low will start to decrease.

## Cal 26

Bullish with a neutral bias on the last report, our Elliott wave analysis suggested upside moves should be considered as counter-trend. The futures traded to a low of USD 17,950 before finding light bid support. We remain bullish with the neutral bias, the MA on the RSI implies that momentum is supported. However, we are approaching fractal resistance at USD 18,425 (highlighted on chart), a close above that holds above this level will warn that the USD 19,101 resistance could come under pressure. If broken, then the technical will be back in bullish territory. Conversely, if rejected, then then the USD 17,950—USD 17,600 fractal support zones will become vulnerable. Lower timeframe Elliott wave cycle does suggest that upside moves look like they could be countertrend at this point. We have a note of caution whilst testing polarity resistance.

## C5 May 25

Bearish on the previous report, the futures were above the weekly pivot level, warning buy-side pressure was increasing. Having consolidated for a period, the futures have traded above the USD 8.59 fractal resistance is warning that the USD 9.05 resistance could come in theory come under pressure. If broken, it will mean that the probability of the futures trading to a new low has started to decrease; likewise, if rejected, support levels will remain vulnerable. However, countering this, the move above 8.59 means that we have a 3-wave pattern higher (potentially countertrend) with price just above the weekly pivot level (USD 8.55—current value 8.575), if we close below the weekly pivot level, then it will signal that sell side pressure is increasing. Price needs to hold above the USD 8.55 level, if it doesn't, we could sell lower.

# Capesize Index

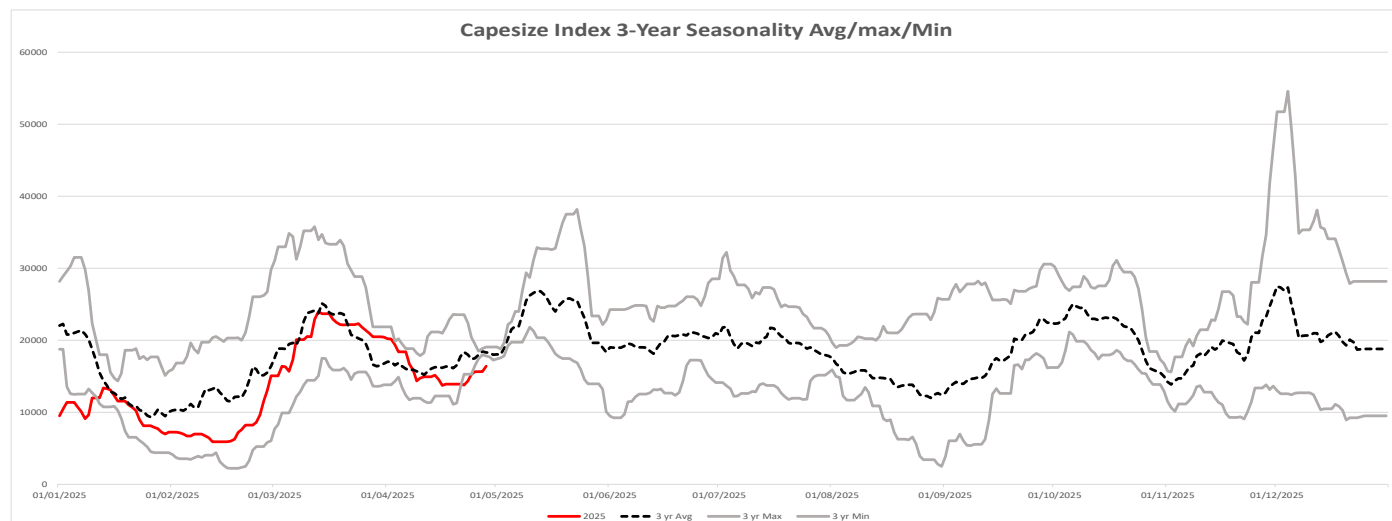


Support		Resistance		Current Price	Bull	Bear
S1	15,036	R1	17,652	16,420		
S2	12,051	R2	18,195			
S3	5,900	R3	20,504			

## Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is at 50
- Price is above the weekly pivot point (USD 15,036)
- Technically bullish but in a corrective phase on the last report, the MA on the RSI continued to warn that momentum remained weak. However, the downside move had found support off the 55-period SMA (USD 14,451). If the index closed above the weekly pivot level (USD 14,451) it would indicate that buy-side pressure was increasing, warning the 200 period MA (USD 18,764) could come under pressure. Likewise, a close below the USD 14,451 level would suggest that the USD 12,051 support could be tested and broken; if it was, then the probability of price trading to a new high would start to decrease.
- The index sold to a low of USD 13,734; however, we failed to hold below the 55-period MA (USD 15,588), resulting in price moving higher. We are above the 8-21 period EMA's with the RSI neutral at 50.
- Momentum based on price is aligned to the buy-side, a close below USD 15,798 will mean it is aligned to the sell side. Downside moves that hold at or above USD 12,051 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below 20,504 will warn that there could be further downside within the technical.
- Technically bullish, the futures have held above the USD 12,051 level with price back above the 55-period MA, warning the 200-period MA at USD 18,195 could come under pressure. A close above that holds above the average will warn that the USD 20,504 Fibonacci resistance could be tested and broken; if it is, then we target the USD 23,992 fractal high. Conversely, a close below the weekly pivot level (USD 15,036) will imply sell side pressure is increasing, meaning market bulls should act with caution.



# Capesize May 25 (1 Month forward)

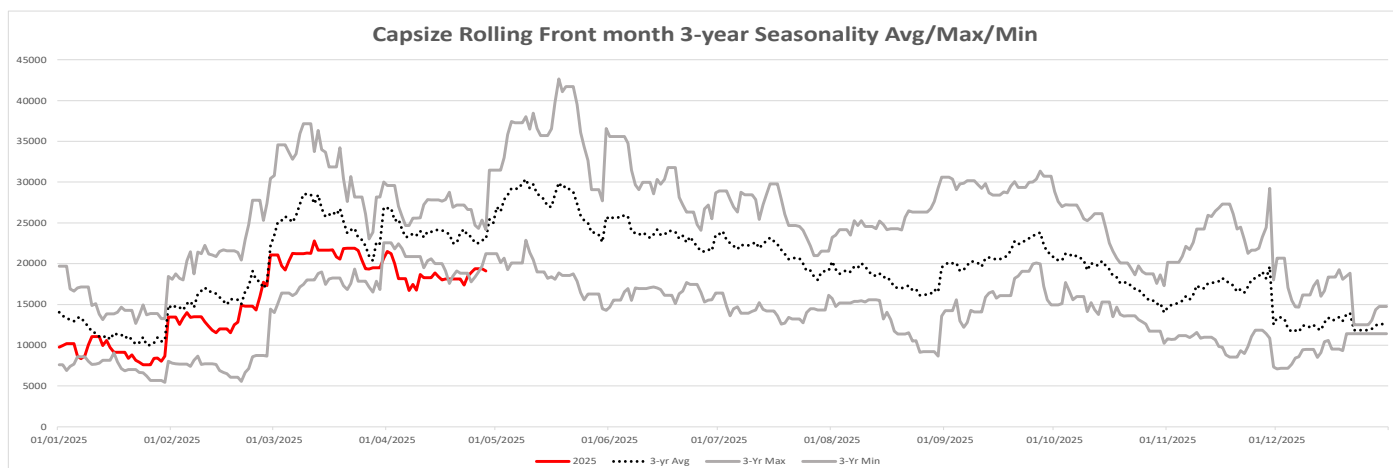


Support	Resistance	Current Price	Bull	Bear
S1	R1	19,325	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

## Synopsis

- Price is above the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- The futures remained bullish but in a corrective phase on the last report, whilst the MA on the RSI implied that momentum was weak; however, there was evidence that the average was starting to flatten, implying sell side momentum was starting to slow. The RSI was at trend resistance, we noted that if we closed above the trend line, and its moving average, then it would indicate buy-side pressure was increasing, warning we could test and close above the 200-period MA (USD 19,902). If we did, then it would suggest that the USD 21,299 resistance could be tested and broken. Momentum was at an inflection point, the technical suggested that we needed to see more upside to convince key resistance could come under pressure. If the RSI rejected trend resistance, and we closed below the weekly pivot level (USD 17,725), then the intraday support at USD 15,650 would become vulnerable.
- The RSI rejected trend resistance resulting in price trading to a low of USD 17,150; however, we have since found bid support, meaning the futures are above the weekly pivot level (USD 18,683). We are above the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 13,076 will support a bull argument, below this level the technical will have a neutral bias. However, if we trade below the intraday support of USD 15,650, it will warn that the Elliott wave cycle is turning neutral, meaning the probability of price trading to a new high will have started to decrease
- Technically bullish, the futures are finding bid support having traded above the USD 18,900 fractal resistance. The RSI is now testing trend resistance whilst price is just below the 200-period MA (USD 19,636). If we close above and hold above the 200-period MA with the RSI breaking its resistance line, then the USD 21,299 Fibonacci resistance could be tested and broken; if it is, then we target the USD 24,000 fractal high. Conversely, if we reject the 200-period MA and the RSI rejects trend resistance, then support levels will remain vulnerable. Technically we are bullish, but price and momentum are now at an inflection point, meaning we still need to see more upside to convince that resistance will come under pressure.

Source Bloomberg



# Capesize Q3 25



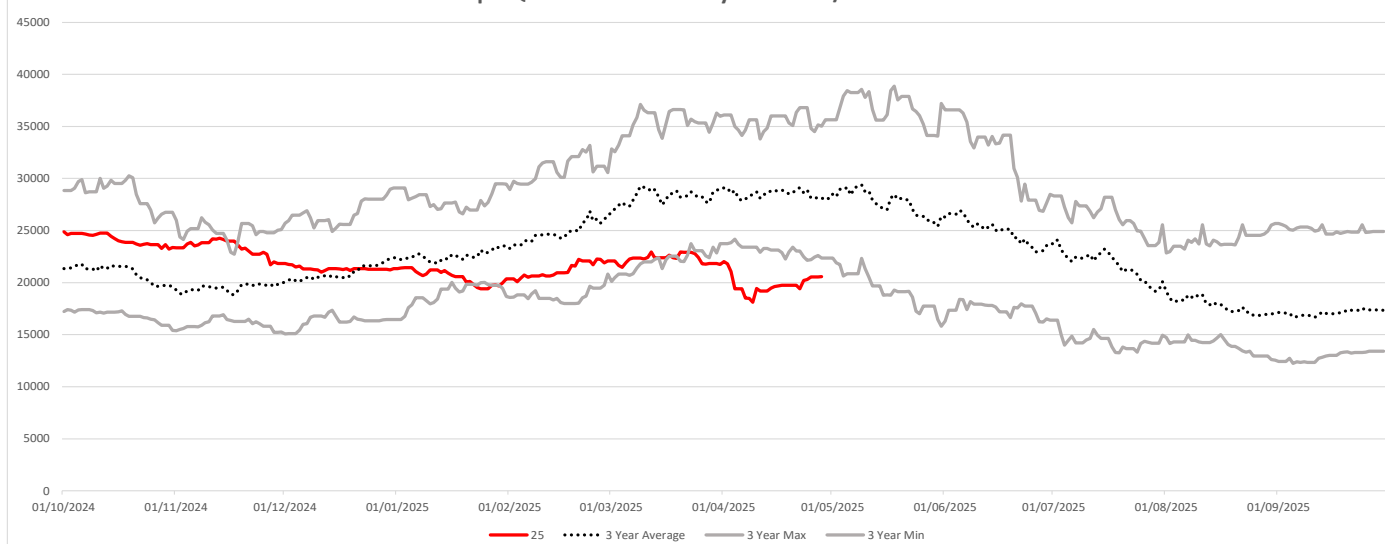
Support	Resistance	Current Price	Bull	Bear
S1	R1	20,550		RSI below 50
S2	R2			
S3	R3			

## Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is overbought
- Technically bearish on the last report, the MA on the RSI implied that momentum was weak; however, the RSI had started to flatten, warning sell side momentum was slowing. Our Elliott wave analysis continued to suggest that upside moves should be considered as countertrend, making USD 21,329 the key resistance to follow. If broken, then the probability of price trading to a new low would start to decrease. Based on our wave analysis, we continue to have a note of caution on higher moves at this point.
- The futures moved higher on the slowing momentum, but we remain below key resistance. Price is above the 8-21 period EMA's with the RSI near-neutral at 49.
- Upside moves that fail at or below USD 21,329 will leave the futures vulnerable to further tests to the downside, above this level will the technical will have neutral bias.
- Technically we remain bearish with the MA on the RSI now suggesting that momentum is supported. We remain below the 55-period MA (USD 20,848), but highlight a polarity resistance at USD 20,950, suggesting caution as we approach this area. If rejected, it will leave the futures vulnerable to a corrective move lower. Likewise, a close above that holds above it will warn the USD 21,329 resistance could be tested and broke. If it is, then the probability of price trading to a new low will start to decrease.

## Cape Q3 3-Year Seasonality with Max/Min Values





# Capesize Cal 26

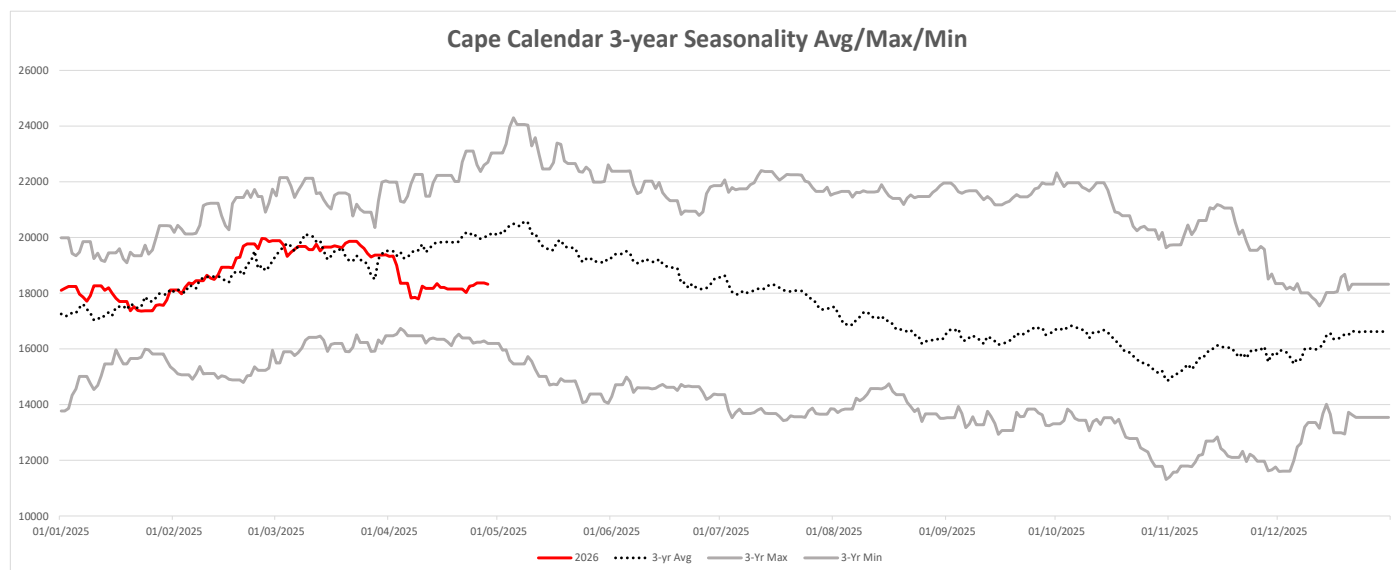


Support		Resistance		Current Price	Bull	Bear
S1	17,950	R1	18,469	18,325		RSI below 50
S2	17,530	R2	18,737			
S3	17,225	R3	19,101			

## Synopsis

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is overbought
- Technically bullish with a neutral bias on the previous report, the probability of price trading to a new high had decreased. Intraday Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 19,101 the key resistance to follow. If broken, then the technical would be back in bullish territory. Near-term price action was supported; however, we remained cautious on higher moves whilst below the USD 19,101 level.
- The futures traded to a low of USD 17,950 before finding bid support. Price is between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 19,101 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 the neutral bias, the MA on the RSI implies that momentum is supported. However, we are approaching fractal resistance at USD 18,425 (highlighted on chart), a close above that holds above this level will warn that the USD 19,101 resistance could come under pressure. If broken, then the technical will be back in bullish territory. Conversely, if rejected, then the USD 17,950—USD 17,600 fractal support zones will become vulnerable. Lower timeframe Elliott wave cycle does suggest that upside moves look like they could be countertrend at this point. We have a note of caution whilst testing polarity resistance.



# Capesize C5 May 25 (Rolling Front Month Heikin Ashi Chart)



Support		Resistance		Current Price	Bull	Bear
S1	8.04	R1	8.81	8.70	RSI above 50	
S2	7.96	R2	9.05			
S3	7.44	R3	9.17			

## 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 below the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is below 50
- Technically bearish on the previous report, the MA on the RSI continued to suggest that momentum remains weak. However, the futures were above the weekly pivot level (USD 8.29), warning buyside pressure was increasing, leaving resistance levels vulnerable in the near-term. As noted last week, the downside move to new low was supported by the RSI making a new low, warning that resistance levels could hold if tested. If we close below the weekly pivot level, then we could see another test to the downside.
- The futures are moving higher with price now trading in the Fibonacci resistance zone, the RSI is above 50 with price and momentum aligned to the buyside.
- Downside moves that hold at or above USD 7.44 will support a longer-term bull argument. Likewise, upside moves that fail at or below USD 9.05 will warn that there is further downside within the corrective phase.
- Technically bearish, the MA on the RSI is now flat, implying sell side momentum has slowed. The move above the USD 8.59 fractal resistance is warning that the USD 9.05 resistance could come in theory come under pressure. If broken, it will mean that the probability of the futures trading to a new low has started to decrease; likewise, if rejected, support levels will remain vulnerable. However, countering this, the move above 8.59 means that we have a 3-wave pattern higher (potentially countertrend) with price just above the weekly pivot level (USD 8.55—current value 8.575), if we close below the weekly pivot level, then it will signal that sell side pressure is increasing. Price needs to hold above the USD 8.55 level, if it doesn't, we could sell lower.

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