



Capesize Technical Report

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Index

Technically bullish but in a corrective phase, the index is above this week's pivot point (USD 23,654), countering this, the MA on the RSI implies that momentum is weak. Whilst above the weekly pivot level, the USD 25,140 fractal resistance is vulnerable, a close above that holds above the linear regression line (USD 26,504) will indicate buy-side pressure is increasing; conversely, a rejection of this level, or a close below USD 23,654 will leave support levels vulnerable. Upside moves that reject the USD 28,715 Fibonacci resistance will warn the corrective phase is becoming more complex, meaning we have the potential to see further downside. The USD 25,140 resistance is vulnerable in the near-term; however, having failed to trade to a new low, we are cautious on upside moves whilst below the USD 28,715 resistance, as upside moves could struggle to hold.

Oct 25

Technically bullish, the futures remain supported with our Elliott wave analysis suggesting downside moves should be considered as countertrend. The move higher today is warning that resistance levels are vulnerable; however, as noted previously, we have two divergences in play, meaning we are cautious on upside breakouts above USD 29,500, as momentum suggests they could struggle to hold.

Q4 25

Technically bullish, the futures remain supported with price confirming that we have entered the higher timeframe corrective phase. If we trade above USD 27,550, then we have a potential upside target at USD 30,085. However, a new high will create a second negative divergence with the RSI, warning buy-side momentum could slow down. Although we have confirmed that we have entered the higher timeframe corrective phase, the pullback is considered as shallow, meaning we will have a note of caution on an upside breakout above USD 27,550. A cautious bull, from a technical perspective, we would like to see a deeper pullback before making a new high.

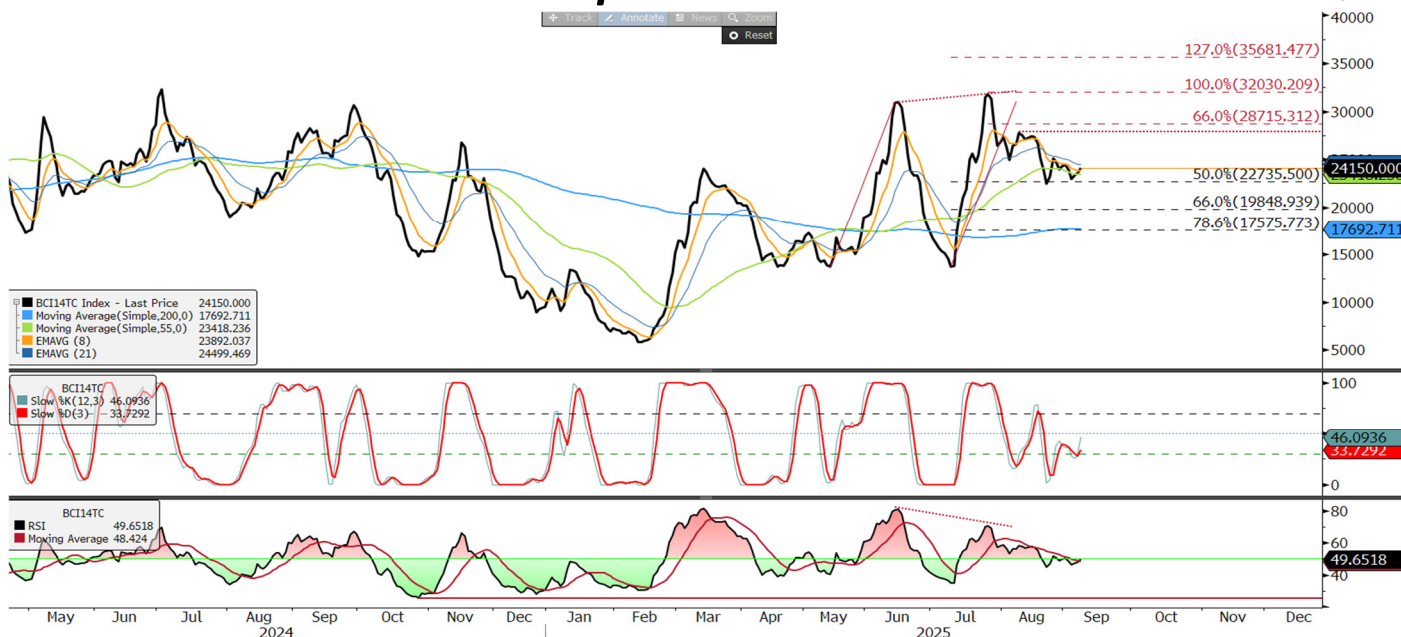
Cal 26

Technically bullish, the new high means that price and the RSI are once again divergent, warning we could see a momentum slowdown, meaning we continue to have a note of caution on upside moves at this point. Downside moves below USD 20,851 will indicate that buy-side momentum is weakening, whilst below USD 20,375 will warn that price is entering a higher timeframe corrective phase. Based on the lower timeframe Elliott wave extension previously, we maintain our view that downside moves should be considered as countertrend.

C5 Oct 25

Technically bullish, the futures are finding bid support with price above the weekly pivot level (USD 10.09). The ADX has moved lower but remains at 40, implying there is still an underlying strength in the trend, meaning downside moves are still looking like they could be countertrend; this also warns that resistance remains vulnerable. However, above USD 10.72 we will be in divergence with the RSI, meaning we have a note of caution on upside breakouts at this point. Market buyer's should be cautious on a close back below the weekly pivot level, as it will indicate sell-side pressure is increasing.

Capesize Index

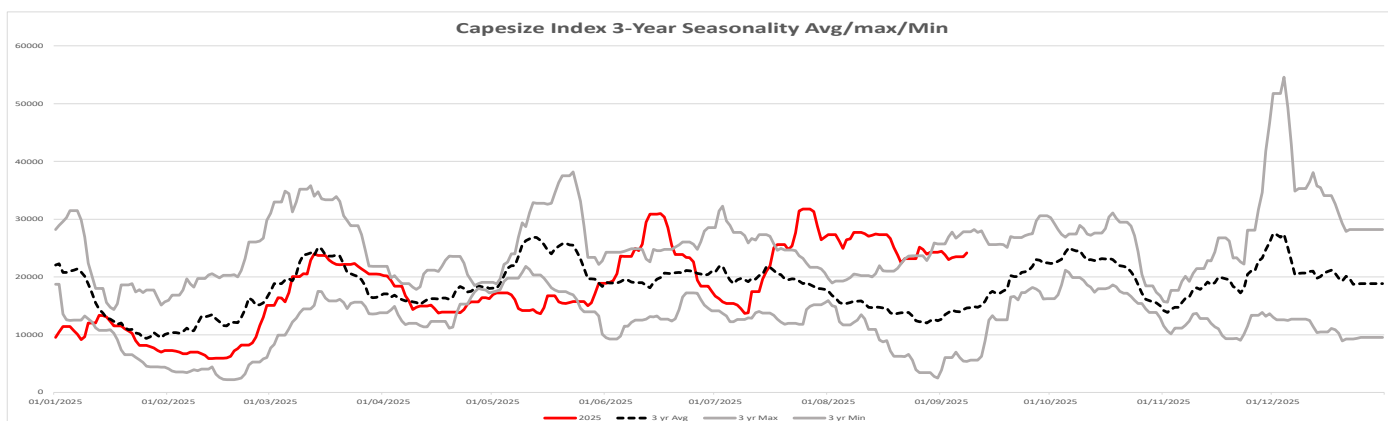


Support	Resistance	Current Price	Bull	Bear
S1	R1	24,150		RSI below 50
S2	R2			
S3	R3			

Synopsis

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is below 50
- Price is above the weekly pivot point (USD 23,654)
- Technically bullish last week, we remained in a corrective phase with the MA on the RSI implying that momentum remained weak. The index was holding above the 55-period SMA (USD 23,807) but price was below the faster moving 8-21 period EMA's. We were on the weekly pivot level (USD 24,435), meaning we were in balance; a close below it would warn that the USD 22,418 fractal support could be tested and broken. If it was, then we would have had a 3-3-5 corrective pattern, suggesting caution on downside moves below this level. Likewise, if we held above the weekly pivot and traded above the USD 27,716—USD 28,715 resistance zone, then the USD 31,756 fractal high could be tested and broken. We remained cautious on corrective moves lower, as they could struggle to hold below USD 22,418.
- The index closed below the weekly pivot point and traded to a low of USD 22,994 before finding light bid support. We are between the 8-21 period EMA's with the RSI near neutral at 49.
- Momentum based on price is aligned to the buy side, a close below USD 23,612 will mean it is aligned to the sell side. Downside moves below USD 19,848 will be considered as deep into the current bull wave, meaning the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the index is above this week's pivot point (USD 23,654), countering this, the MA on the RSI implies that momentum is weak. Whilst above the weekly pivot level, the USD 25,140 fractal resistance is vulnerable, a close above that holds above the linear regression line (USD 26,504) will indicate buy side pressure is increasing; conversely, a rejection of this level, or a close below USD 23,654 will leave support levels vulnerable. Upside moves that reject the USD 28,715 Fibonacci resistance will warn the corrective phase is becoming more complex, meaning we have the potential to see further downside. the USD 25,140 resistance is vulnerable in the near-term; however, having failed to trade to a new low, we are cautious on upside moves whilst below the USD 28,715 resistance, as upside moves could struggle to hold.



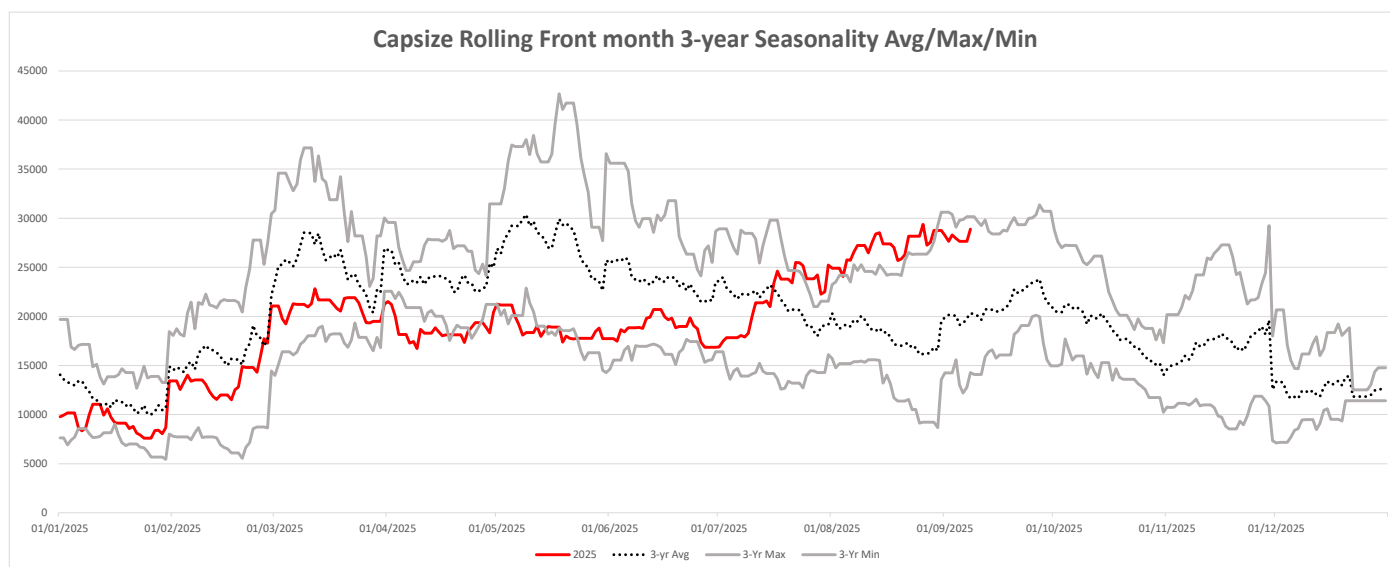
Capesize Oct 25 (1 Month forward)



Synopsis

- Price is above the 8-21 period EMA's
- RSI is above 50 (65)
- Stochastic is above 50
- Technically bullish last week, the MA on the RSI warned that we had light momentum weakness. Having gapped higher on the roll the futures were seeing light selling pressure, but remained above all key moving averages. As noted previously, we were cautious on upside moves due to the two divergences in play, as they warned buyside momentum was slowing, leaving the futures vulnerable to a move lower. Elliott wave analysis continued to suggest that downside moves should be considered as countertrend, making USD 21,002 the key support to follow. If broken, then the probability of price trading to a new high would start to decrease. A close below the low of the bull support candle (USD 26,375) would indicate that sell side pressure was increasing.
- The futures consolidated for the week with price producing an intraday symmetrical triangle that had failed breakouts to the upside and the downside; however, we have opened with bid support today. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 21,002 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures remain supported with our Elliott wave analysis suggesting downside moves should be considered as countertrend. The move higher today is warning that resistance levels are vulnerable; however, as noted previously, we have two divergences in play, meaning we are cautious on upside breakouts above USD 29,500, as momentum suggests they could struggle to hold.

Source Bloomberg



Capesize Q4 25

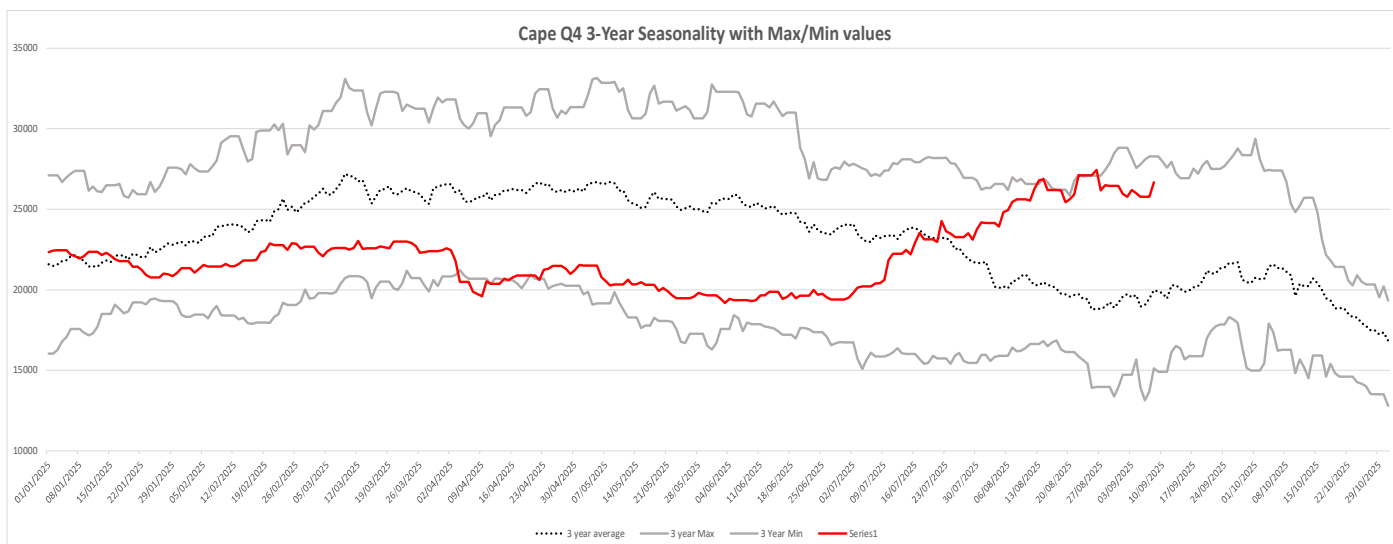


Support		Resistance		Current Price	Bull	Bear
S1	25,250	R1	27,550	26,550	RSI above 50	
S2	24,360	R2	28,239			
S3	23,375	R3	29,162			

Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (61)
- Stochastic is below 50
- Technically bullish last week, the MA on the RSI implied that we had light momentum weakness. As highlighted previously, we had a note of caution on upside moves at those levels, due to the divergence in play. Downside moves below USD 25,250 would indicate that we were exiting the higher timeframe Elliott wave 3, and entering a corrective wave 4. We maintained our view that downside moves should be considered as countertrend; if we traded below USD 22,039, then the probability of the futures trading to a new high would start to decrease. A cautious bull, support levels were looking vulnerable.
- Having consolidated for a week, the futures are now seeing ling bid support. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- Downside moves that hold at or above USD 22,039 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures remain supported with price confirming that we have entered the higher timeframe corrective phase. If we trade above USD 27,550, then we have a potential upside target at USD 30,085. However, a new high will create a second negative divergence with the RSI, warning buyside momentum could slow down. Although we have confirmed that we have entered the higher timeframe corrective phase, the pullback is considered as shallow, meaning we will have a note of caution on an upside breakout above USD 27,550. A cautious bull, from a technical perspective, we would like to see a deeper pullback before making a new high.



Capesize Cal 26

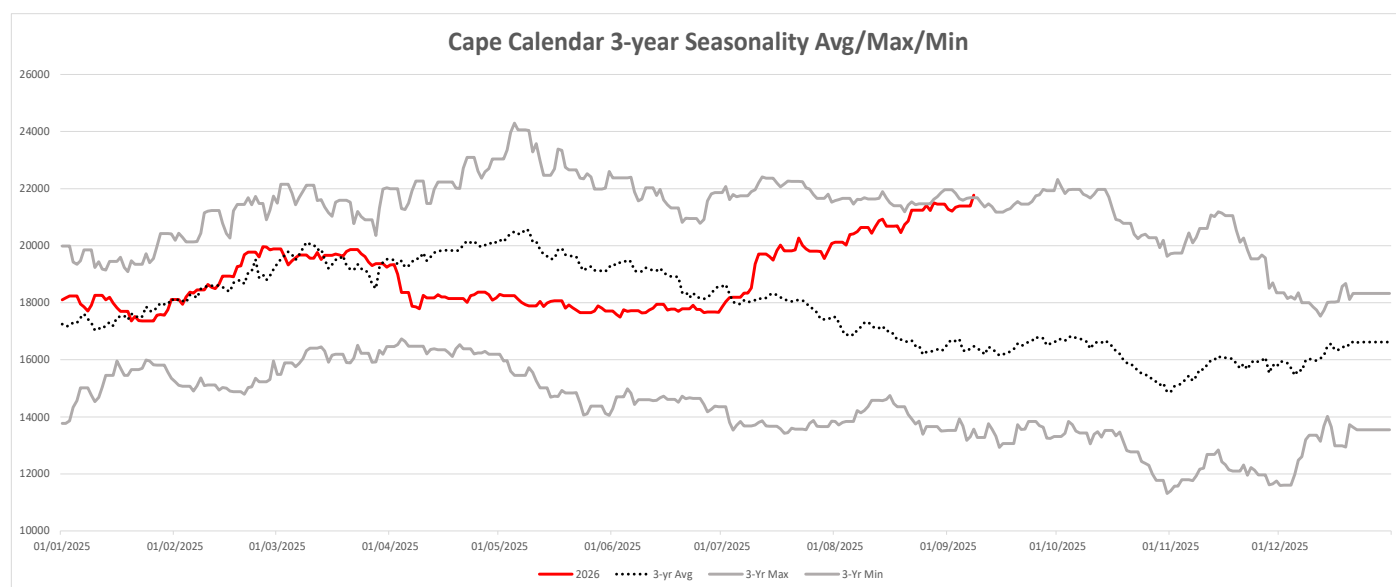


Support		Resistance		Current Price	Bull	Bear
S1	21,240	R1	21,800	21,775	RSI above 50	Stochastic overbought
S2	20,851	R2	22,454			
S3	20,375	R3	23,012			

Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (68)
- Stochastic is overbought
- Unchanged on the technical last week, we remained bullish but cautious on upside moves at those levels due to the divergence in play. Downside moves below USD 20,800 would indicate that buy-side momentum was weakening, whilst below USD 20,375 would warn that price is entering a higher timeframe corrective phase. Based on the lower timeframe Elliott wave extension previously, we maintained our view that downside moves should be considered as countertrend.
- Having traded to a low of USD 21,050 on the 01/09 the futures have traded to a high of USD 21,775 today (08/09). We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 18,853 will support a bull argument, below this level the longer-term Elliott wave cycle will have a neutral bias.
- Technically bullish, the new high means that price and the RSI are once again divergent, warning we could see a momentum slowdown, meaning we continue to have a note of caution on upside moves at this point. Downside moves below USD 20,851 will indicate that buy-side momentum is weakening, whilst below USD 20,375 will warn that price is entering a higher timeframe corrective phase. Based on the lower timeframe Elliott wave extension previously, we maintain our view that downside moves should be considered as countertrend.



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- 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 (53)
- Stochastic is below 50
- Unchanged on the technical last week, the futures were moving lower on the RSI divergence, warning the USD 9.80 fractal resistance could be tested and broken. If it was, then the Fibonacci support zone could come under pressure. However, as highlighted previously, the ADX at 44 implied that there was an underlying strength in the market, meaning downside moves had the potential to be countertrend. If we did trade below the USD 8.68 level, then the probability of the futures trading to a new high would start to decrease.
- Having closed at a low of USD 10.02 we have since see bid support. the live price is above the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 8.68 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are finding bid support with price above the weekly pivot level (USD 10.09). The ADX has moved lower but remains at 40, implying there is still an underlying strength in the trend, meaning downside moves are still looking like they could be countertrend; this also warns that resistance remains vulnerable. However, above USD 10.72 we will be in divergence with the RSI, meaning we have a note of caution on upside breakouts at this point. Market buyer's should be cautious on a close back below the weekly pivot level, as it will indicate sell side pressure is increasing.

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