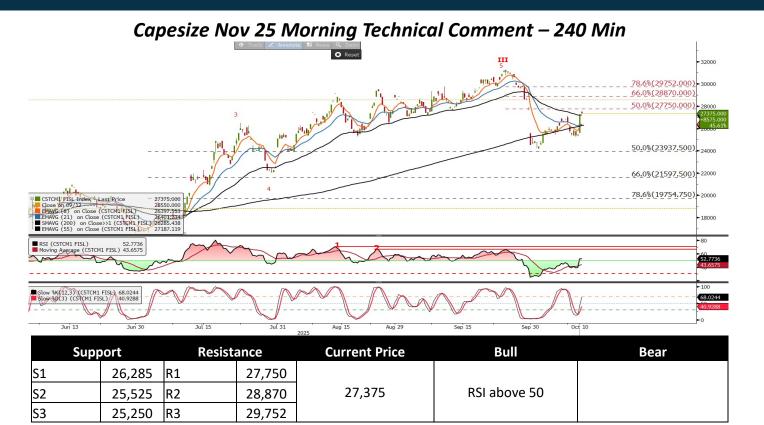
EMISSIONS | OIL | FERROUS | <mark>FREIGHT</mark> | AGRI | METALS | ENERGY | PHYSICAL FREIGHT

FIS

Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120



Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (52)
- Stochastic is below 50
- Price is below the daily pivot level (25,525)
- Technically bearish with upside moves considered as countertrend based on our Elliott wave analysis yesterday. Price was back below the 200-period MA, we noted that if we held below it, market sellers would target the USD 24,125 fractal low. Conversely, a close back above it would warn that there was an underlying support in the market, making USD 28,870 the key resistance to follow. Above this level the probability of the futures trading to a new low would start to decrease. We continued to be cautious on upside moves at this point.
- The futures remained below the 200-period MA yesterday (USD 26,285); however, price has seen a strong move higher this morning on the news that 'China to Slap Port Fees on American Vessels in Retaliatory Move' (Bloomberg). We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 25,525 with the RSI at or below 41.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 28,870 will leave the futures vulnerable to further tests to the downside, above this level the probability of price trading to a new high will start to decrease. Key longer-term support is at USD 21,597 (Elliott wave)
- Technically bearish, the MA on the RSI implies that momentum is supported. We had been looking for one more wave to the downside within this corrective phase (the longer-term Elliott wave cycle remains bullish above USD 21,597). However, the retaliatory move by China this morning will bring the corrective phase into question. If we trade above the USD 28,870 resistance it will warn that we could be entering the higher timeframe bullish impulse wave 5. Not really technical today, the RSI high above resistance is warning that the USD 28,870 level could come under pressure.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com