

FIS Capesize Technical Report

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Index

Technical outlook: RSI support held last week, resulting in price closing above the weekly pivot at USD 17,578 on 19/01, signaling increasing buy-side pressure. While the RSI moving average continues to point to momentum weakness, the RSI itself is testing its average. A sustained close and hold above this level would confirm further improvement in buy-side pressure. A close back below the weekly pivot would indicate weakening price action; however, with RSI support holding, downside moves should be treated with caution at current levels. Early signs of technical strength suggest the 200-period moving average at USD 23,849 could come under pressure.

Feb 26

Technical outlook: Cautious bear. The upside move driven by the positive divergence saw futures test, but remain below, USD 19,792 resistance. This level remains key: a break above USD 19,792 would signal a further increase in buy-side pressure and reduce the probability of price making a new low. The RSI moving average has turned higher following the divergence, indicating emerging momentum support and warranting continued caution on technical throwbacks. Conversely, a break below USD 16,811 would negate the bullish impetus and warn that the USD 15,750 fractal low could come back under pressure.

Q2 26

Technical outlook: Bullish. The upside breakout has resulted in a divergence failure, with RSI making new highs, indicating that downside moves should be treated as countertrend. Futures are trading more than USD 4,000 above the 55-period moving average, leaving price vulnerable to a degree of mean reversion. A 3-period Hi/Lo/Cl moving average (offset by one period, USD 25,808) has been added; a daily close below this level would warn that sell-side pressure is increasing and leave Fibonacci support vulnerable in the near term. USD 23,776 is highlighted as a key level, as a break below it would weaken the broader bullish structure and signal rising sell-side pressure. While the mean-reversion gap suggests price is vulnerable to a pullback, any downside move is likely to remain countertrend.

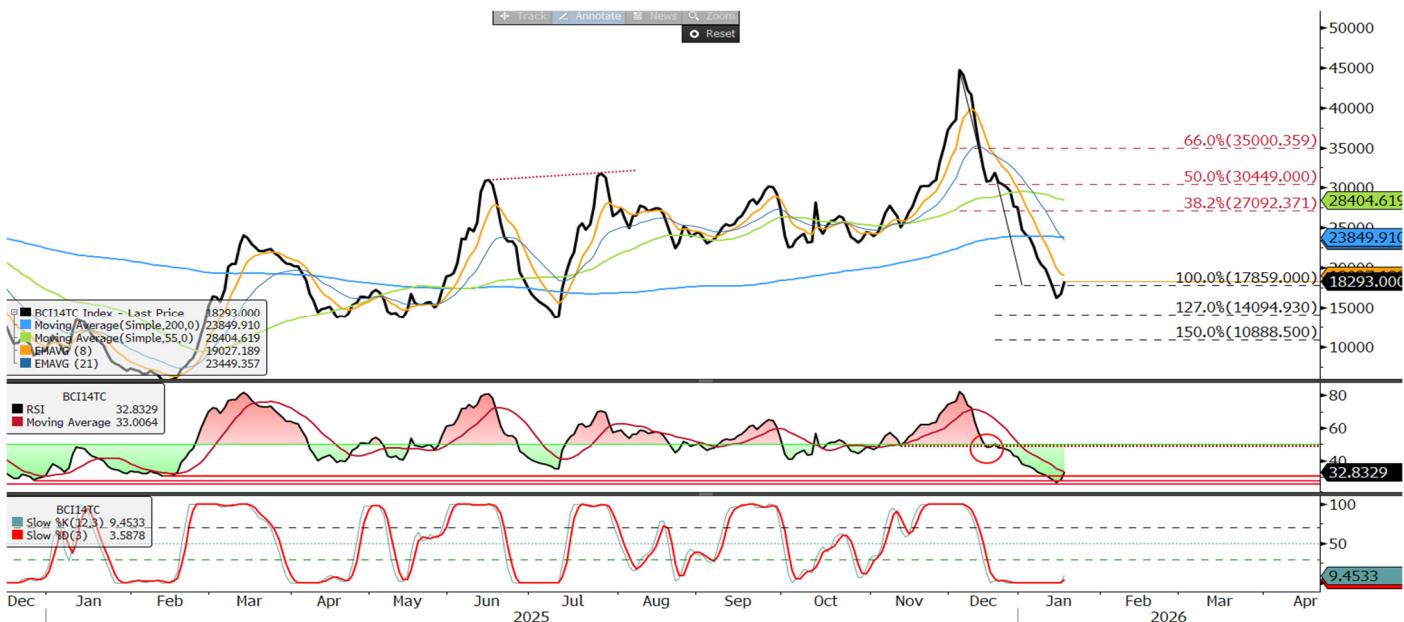
Cal 27

Technical outlook: Bullish. As highlighted last week, the divergence failure has resulted in a lower timeframe, bullish Elliott wave extension. The RSI moving average indicates momentum support, while Elliott wave analysis suggests downside moves should be treated as countertrend, making USD 22,620 the key support level. A break below USD 22,620 would weaken the near-term bullish structure; however, the broader structure remains bullish above USD 20,640 and neutral below. On the downside, a close below the dominant bull candle of the 16/01 at USD 24,025 would warn that sell-side pressure is increasing and signal the potential start of a corrective phase.

C5 Feb 26

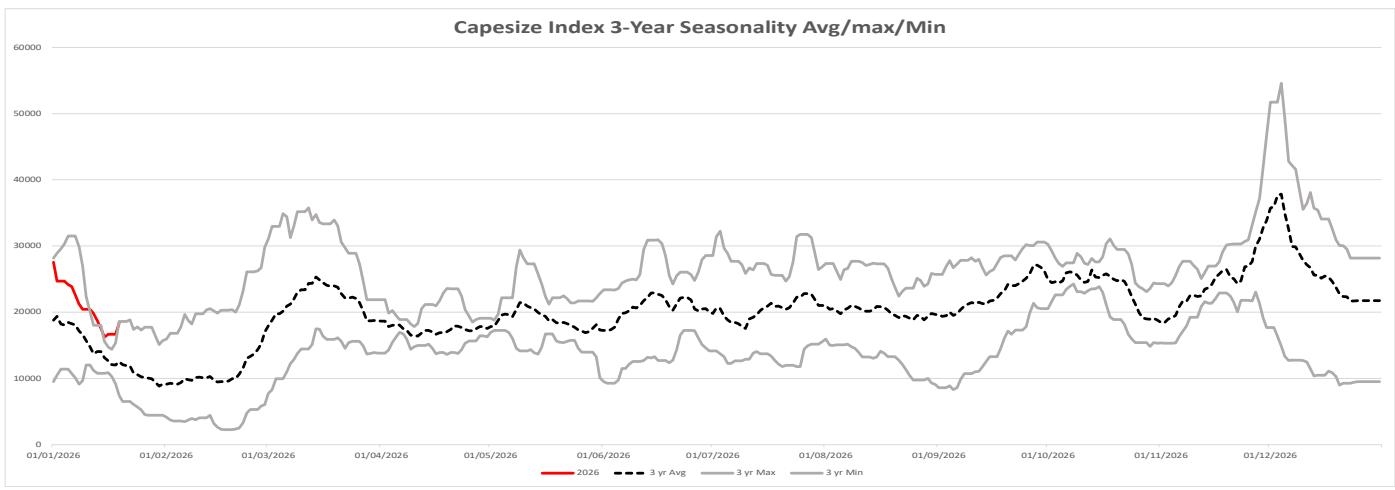
Technical outlook: Cautious bear. The mid-price of the bid–offer spread values the February contract at USD 7.90. A close at this level would place price above USD 7.87 resistance, reducing the probability of a move to new lows. The ADX is currently declining based on Friday's close; however, a renewed rise in the coming days would imply increasing buy-side pressure, warranting caution on downside moves. The close is critical for this setup: a close above USD 7.87 would confirm an increase in buy-side pressure based on price action.

Capesize Index



Synopsis

- Price is below the 8-21 period EMA's
- RSI is below 50 (32)
- Stochastic is oversold
- Price is below the weekly pivot point (USD 17,578)
- Technical outlook last week—The technical structure remained bearish, with the RSI moving average indicating weak momentum. In the absence of a meaningful pullback, the RSI's low structure continued to suggest that upside moves should be treated as counter-trend rallies, making USD 36,434 the key longer-term resistance level to monitor. A rejection at the USD 36,434 resistance would reinforce the risk of further technical weakness. Conversely, a break above this level would signal that the probability of price printing a new low was beginning to decline. The RSI was testing a support zone, warning that sell-side momentum may be starting to slow. In addition, a close above the weekly pivot level at USD 21,679 would imply strengthening buy-side pressure. Given the RSI's position at support, caution was warranted on further downside moves.
- The index sold to a low of USD 16,226 before finding light bid support that has put price near last weeks levels. We remain below all key moving averages supported by the RSI below 50.
- Momentum based on price is aligned to the buyside, a close below USD 17,272 will mean it is aligned to the sell side. Upside moves that fail at or below USD 36,434 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: RSI support held last week, resulting in price closing above the weekly pivot at USD 17,578 on 19/01, signaling increasing buy-side pressure. While the RSI moving average continues to point to momentum weakness, the RSI itself is testing its average. A sustained close and hold above this level would confirm further improvement in buy-side pressure. A close back below the weekly pivot would indicate weakening price action; however, with RSI support holding, downside moves should be treated with caution at current levels. Early signs of technical strength suggest the 200-period moving average at USD 23,849 could come under pressure.



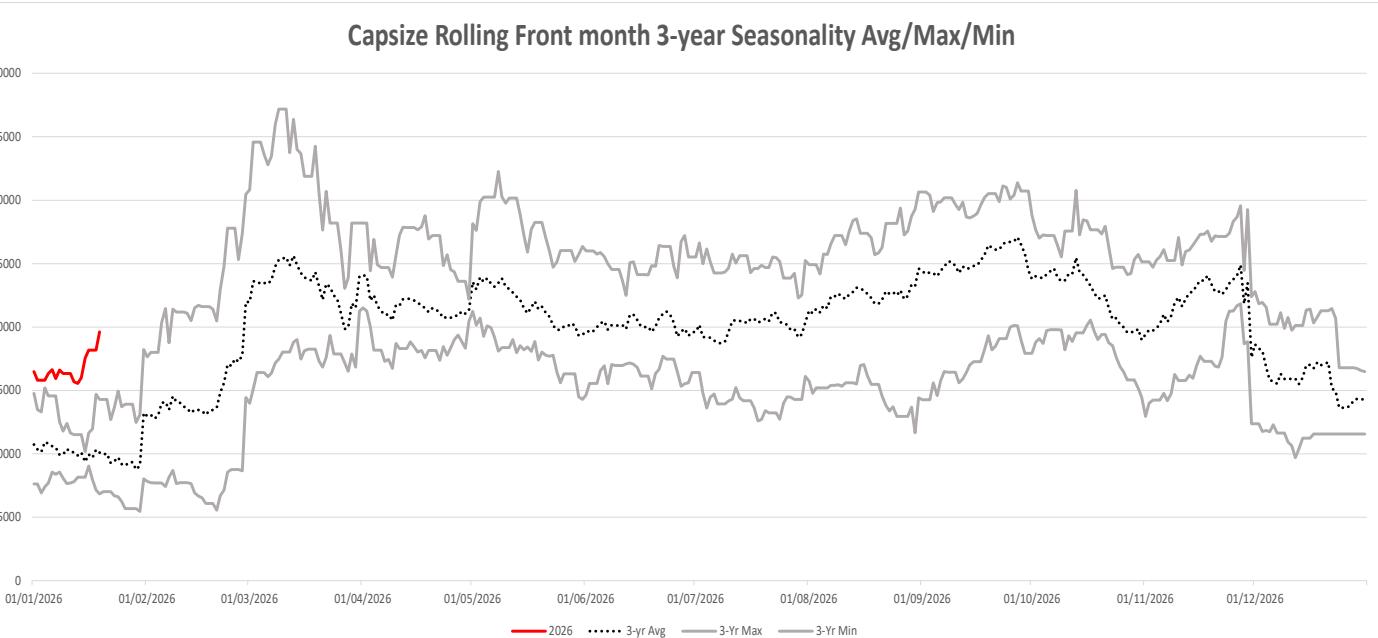
Capesize Feb 26



| Support | | Resistance | | Current Price | Bull | Bear |
|---------|--------|------------|--------|---------------|------|--------------|
| S1 | 16,811 | R1 | 19,792 | | | |
| S2 | 15,386 | R2 | 20,564 | | | RSI below 50 |
| S3 | 13,622 | R3 | 21,875 | | | |

Synopsis

- Price is above the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is overbought
- Technical outlook last week—Cautious bear. Price action remained range-bound last week, with the low posted on 08/01/26 creating a positive divergence with the RSI. While this divergence was not a buy signal, it did warn that sell-side momentum may be starting to slow and should therefore be closely monitored. On the upside, a daily close that held above the weekly pivot level at USD 16,266 would indicate strengthening buy-side pressure. A further move above USD 19,792 would suggest that the probability of price printing a new low was beginning to decrease. With the RSI divergence in play, caution was warranted on downside breakouts below the USD 15,750 support level; if the divergence failed, it would suggest a renewed interest in sell side pressure.
- The futures moved higher on the divergence with price now above the 8-21 period EMA's with the RSI near neutral at 49.
- Upside moves that fail at or below USD 19,792 will leave the futures vulnerable to further tests top the downside, above this level the technical will have a neutral bias.
- Technical outlook: Cautious bear. The upside move driven by the positive divergence saw futures test, but remain below, USD 19,792 resistance. This level remains key: a break above USD 19,792 would signal a further increase in buy-side pressure and reduce the probability of price making a new low. The RSI moving average has turned higher following the divergence, indicating emerging momentum support and warranting continued caution on technical throwbacks. Conversely, a break below USD 16,811 would negate the bullish impetus and warn that the USD 15,750 fractal low could come back under pressure.



Capesize Q2 26

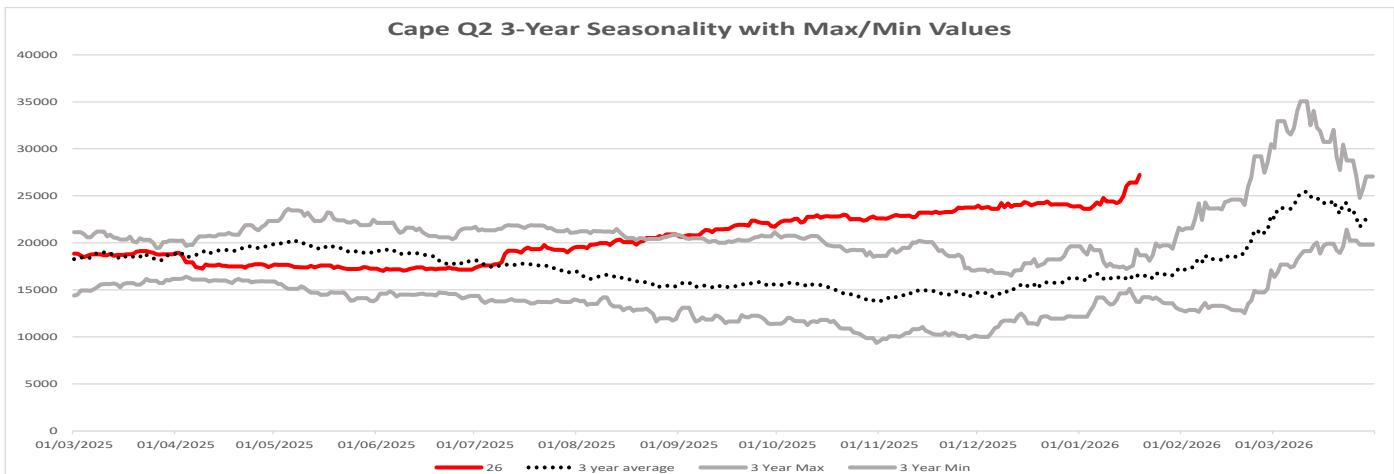


| Support | Resistance | Current Price | Bull | Bear |
|---------|------------|---------------|--------|-----------------------|
| S1 | 25,229 | R1 | 27,335 | |
| S2 | 24,612 | R2 | 27,812 | |
| S3 | 23,776 | R3 | 28,269 | Stochastic overbought |

Source Bloomberg

Synopsis

- Price is above the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Technical outlook last week—Cautious bull. The recent rally to a new high had generated a negative divergence with the RSI. While this is not a sell signal, it did warn that buy-side momentum may begin to slow and should therefore be monitored closely. A close below the trend support line at USD 24,216 would indicate that buying enthusiasm was waning. However, a corrective throwback that holds above USD 22,935 would signal underlying market support, and help maintain the bullish technical structure. Conversely, if broken the depth of the pullback would indicate that the technical condition had weakened, suggesting we could be entering a higher timeframe countertrend corrective Elliott wave 4. In that scenario, USD 19,854 level would become the key support to monitor. Given the presence of the divergence, caution was warranted on further upside at that stage.
- The futures traded to a new high in what can only be described as a near parabolic move, resulting in a significant divergence failing. Price is currently above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 23,776 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish. The upside breakout has resulted in a divergence failure, with RSI making new highs, indicating that downside moves should be treated as countertrend. Futures are trading more than USD 4,000 above the 55-period moving average, leaving price vulnerable to a degree of mean reversion. A 3-period Hi/Lo/Cl moving average (offset by one period, USD 25,808) has been added; a daily close below this level would warn that sell-side pressure is increasing and leave Fibonacci support vulnerable in the near term. USD 23,776 is highlighted as a key level, as a break below it would weaken the broader bullish structure and signal rising sell-side pressure. While the mean-reversion gap suggests price is vulnerable to a pullback, any downside move is likely to remain countertrend.



Capesize Cal 27



| Support | Resistance | Current Price | Bull | Bear |
|-----------|------------|---------------|--------------|-----------------------|
| S1 22,548 | R1 23,268 | 23,000 | RSI above 50 | Stochastic overbought |
| S2 22,362 | R2 23,775 | | | |
| S3 22,110 | R3 24,281 | | | |

Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Technical outlook—Cautious bull. Bullish price action last week drove futures to a new high, with the rally causing the RSI moving average to slope higher—signaling underlying momentum support. However, the upside breakout has generated a negative RSI divergence. While this is not a sell signal, it does warn that buy-side momentum may begin to slow and should therefore be monitored closely. Momentum is approaching an inflection point. If the divergence fails, it would suggest that a bullish intraday Elliott wave extension is unfolding. Conversely, while the divergence remains in play, caution on further upside is warranted.
- Momentum was at an inflection point last week, the futures moved higher resulting in the negative divergence failing on the 14/01, price subsequently moved a further USD 1,200 higher. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 22,620 will support a bull argument, below this level will the near-term technical will have a neutral bias. However, the longer-term Elliott wave cycle remains bullish above USD 20,640 and neutral below.
- Technical outlook: Bullish. As highlighted last week, the divergence failure has resulted in a lower timeframe, bullish Elliott wave extension. The RSI moving average indicates momentum support, while Elliott wave analysis suggests downside moves should be treated as countertrend, making USD 22,620 the key support level. A break below USD 22,620 would weaken the near-term bullish structure; however, the broader structure remains bullish above USD 20,640 and neutral below. On the downside, a close below the dominant bull candle of the 16/01 at USD 24,025 would warn that sell-side pressure is increasing and signal the potential start of a corrective phase.

Cape Calendar 3-year Seasonality Avg/Max/Min



Capesize C5 Feb 26 (Heiken Ashi Chart)



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 (41)
- Stochastic is above 50
- Technical outlook last week— Cautious bear. Having consolidated last week the futures remained below the linear regression line (USD 7.28). However, the RSI had crossed above its moving average, an early sign that sell-side momentum may be slowing. If the RSI could hold above its moving average, and we closed and held above the linear regression line, this would signal an increase in buy-side pressure. Despite this, the DMI remained bearish, with the ADX at 56 indicating a strong prevailing trend and suggesting that any upside moves should still be treated as countertrend at this stage. While last week's consolidation could be a pause before another leg lower, it also implied that downside momentum had moderated. As a result, caution was warranted on near-term downside moves. Momentum had slowed, but confirmation of strengthening buy-side pressure was still required before the technical outlook can improve.
- The RSI cross above its MA resulted in price trading higher. We are between the 8-21 period EMA's while the RSI is below 50.
- Upside moves that fail at or below USD 7.87 would leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Cautious bear. The mid-price of the bid—offer spread values the February contract at USD 7.90. A close at this level would place price above USD 7.87 resistance, reducing the probability of a move to new lows. The ADX is currently declining based on Friday's close; however, a renewed rise in the coming days would imply increasing buy-side pressure, warranting caution on downside moves. The close is critical for this setup: a close above USD 7.87 would confirm an increase in buy-side pressure based on price action.

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