



Capesize Technical Report

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

Index

The index has entered a corrective phase with price below the weekly pivot level at USD 25,642, implying we are seeing an increase in sell side pressure. Countering this, price is currently above the 200-period MA while the RSI moving average implies momentum is supported. Technical signals are conflicting, if we close below the daily 200 period MA it will leave the USD 20,333 vulnerable, a level we identify as key from a support perspective. If broken, market sellers will target the USD 16,226 fractal low; conversely, corrective moves that hold the 200-MA, or the USD 20,333 level will indicate there is an underlying support in the market.

March 26

The upside move above the daily 200-period MA signaled a bullish Elliott wave extension resulting in price trading to a high of USD 29,850 on the roll into March. We have now entered a corrective phase with downside moves considered as counter-trend, the RSI moving average implies momentum is supported. As highlighted in the intraday technical, price is coming under pressure do to a mean reversion gap with its moving averages, warning support levels could come under pressure in the near-term. However, we maintain a cautious approach to lower moves while above the USD 22,606 level; a sustained breach below USD 22,606 will reduce the probability of price trading to a new high.

Q2 26

Having consolidated for 5 days while showing signs of resistance, the futures are now entering a corrective phase lower. The RSI moving averages indicate that we are starting to see signs of light momentum weakness; however, our Elliott wave analysis continues to suggest that corrective moves should be considered as countertrend. The broader trend remains bullish but the breakdown from the consolidation signals that support levels could come under pressure in the near-term. We identify USD 24,839 as the key support to monitor, as a sustained breach of this level will reduce the probability of price trading to a new high.

Cal 27

Price has entered a corrective phase while the RSI moving average is showing signs of momentum weakness, warning the Fibonacci support zone could come under pressure in the near-term. On the buy-side, our Elliott wave analysis does indicate that downside moves should be considered as countertrend, meaning we have a cautious approach on corrective moves while above USD 23,895. A sustained move below USD 23,895 will reduce the probability of the futures trading to new highs.

C5 March 26

The ADX had already started to turn higher before the roll into March, signaling price had entered a bullish trending environment. The RSI moving average implies momentum support, but price has entered a corrective phase. However, with momentum support from both the ADX and RSI average, we have a cautious approach on corrective moves while above the USD 8.85 support. A move below USD 8.85 will signal that sell-side pressure is increasing, warning that the probability of price trading to a new high will be reduced.

Capesize Index

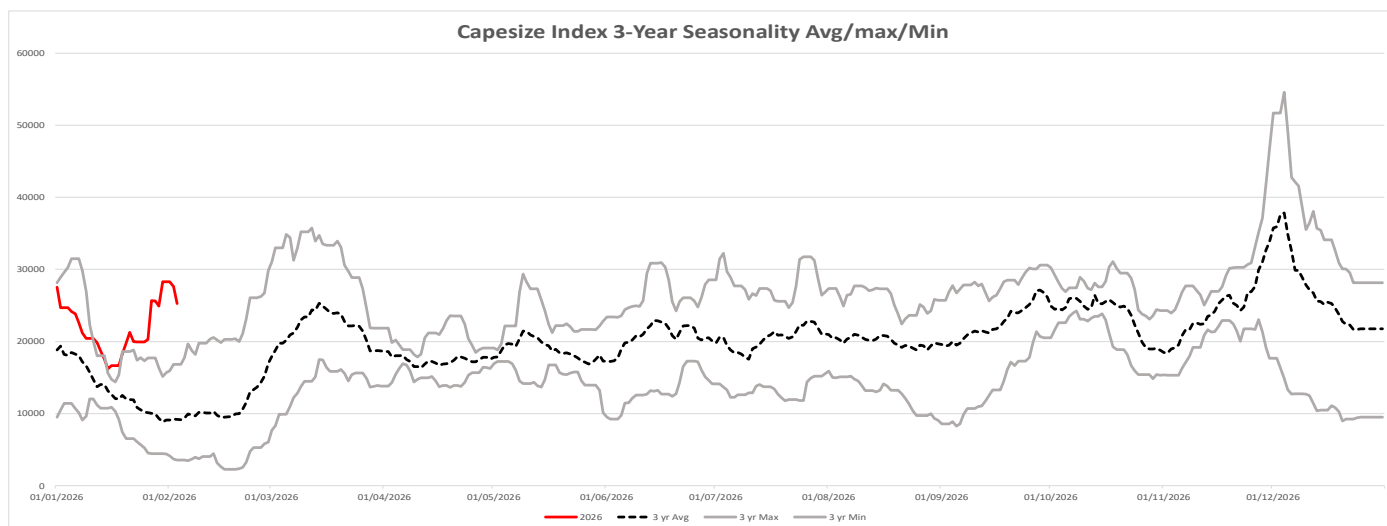


Support	Resistance	Current Price	Bull	Bear
S1	R1	25,288		Stochastic overbought
S2	R2			
S3	R3			

Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is above 50
- Price is below the weekly pivot point (USD 25,642)
- Technical outlook last week: Buyside pressure increasing. Having held RSI support the index had moved above the weekly pivot level at USD 19,833, indicating we were seeing an increase in buyside pressure, warning the USD 200-period MA at USD 23,863 could be tested. We noted that this was the next logical upside target, and a benchmark average; a close that held above the longer period MA would warn that sentiment was turning bullish, leaving the Fibonacci resistance zone vulnerable. Conversely, a close that held below the USD 19,833 level would indicate momentum weakness, warning the USD 16,226 fractal low could come back under pressure.
- The index traded up to the Fibonacci resistance zone with price currently correcting but above the 200-period MA 24,190. We are above the 8-21 period EMAs with the RSI neutral at 50.
- Momentum based on price is aligned to the sell side, a close above USD 26,723 will mean it is aligned to the buyside. Upside moves that fail at or below USD 35,000 will leave the index vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Neutral
- The index has entered a corrective phase with price below the weekly pivot level at USD 25,642, implying we are seeing an increase in sell side pressure. Countering this, price is currently above the 200-period MA while the RSI moving average implies momentum is supported. Technical signals are conflicting, if we close below the daily 200 period MA it will leave the USD 20,333 vulnerable, a level we identify as key from a support perspective. If broken, market sellers will target the USD 16,226 fractal low; conversely, corrective moves that hold the 200-MA, or the USD 20,333 level will indicate there is an underlying support in the market.



Capesize March 26



	Support	Resistance	Current Price	Bull	Bear
S1	25,657	R1	30,375	RSI above 50	Stochastic overbought
S2	24,362	R2	33,375		
S3	22,606	R3	36,375		

Synopsis

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Technical outlook last week: Cautious Bull. We noted last week that the recent rally had created a minor intraday divergence, with Fibonacci projections targeting USD 22,583. However, resistance was clustered above, with the intraday 200-period MA at USD 22,071 and the daily 200-period MA at USD 22,683. Price remained above the weekly 200-period MA at USD 20,071. Holding above this level, followed by a close above the daily 200-period MA, should allow the lower-timeframe Elliott wave to extend and invalidate the intraday divergence. The bias remained bullish, but with caution while below the daily 200-period MA. Above it, confidence in the upside increases.
- The futures closed and held above the daily 200-period MA before gapping higher on the roll into March. We have now entered a corrective phase but remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 22,606 will support a bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: Bullish—Countertrend corrective phase .
- The upside move above the daily 200-period MA signaled a bullish Elliott wave extension resulting in price trading to a high of USD 29,850 on the roll into March. We have now entered a corrective phase with downside moves considered as countertrend, the RSI moving average implies momentum is supported. As highlighted in the intraday technical, price is coming under pressure do to a mean reversion gap with its moving averages, warning support levels could come under pressure in the near-term. However, we maintain a cautious approach to lower moves while above the USD 22,606 level; a sustained breach below USD 22,606 will reduce the probability of price trading to a new high.

Source Bloomberg

Capesize Rolling Front month 3-year Seasonality Avg/Max/Min



Capesize Q2 26



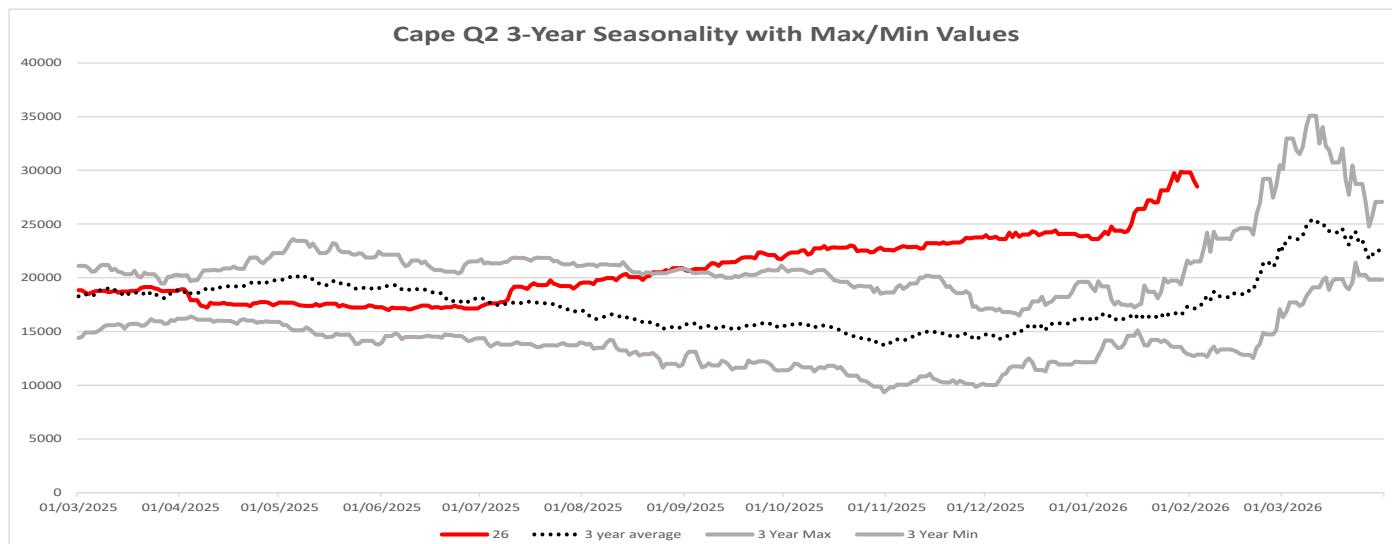
Support		Resistance		Current Price	Bull	Bear
S1	27,160	R1	30,137	28,500	RSI above 50	Stochastic overbought
S2	26,175	R2	31,300			
S3	24,839	R3	32,462			

Synopsis

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Technical outlook last week: Bullish. We noted last week that the recent rally meant that the futures remained more than USD 4,000 above the 55-period EMA. The daily RSI was becoming overextended at 79, while a minor negative divergence was present on the intraday RSI, suggesting near-term vulnerability to a momentum slowdown. That said, Elliott wave analysis continued to imply that any downside should be viewed as countertrend. Price action between 21–26 January remains strong and showed no signs of a pull-back. With price acting as the lead indicator, resistance remains vulnerable unless reversal patterns or small-body candles began to emerge.
- The futures traded to a high of USD 30,350 before seeing signs of upside rejection and small bodied candles, resulting in price entering a corrective phase. We are between the 8-21 period EMA's with the RSI holding above 50.
- Downside moves that hold at or above USD 24,839 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish—Countertrend corrective phase.
- Having consolidated for 5 days while showing signs of resistance, the futures are now entering a corrective phase lower. The RSI moving averages indicate that we are starting to see signs of light momentum weakness; however, our Elliott wave analysis continues to suggest that corrective moves should be considered as countertrend. The broader trend remains bullish but the breakdown from the consolidation signals that support levels could come under pressure in the near-term. We identify USD 24,839 as the key support to monitor, as a sustained breach of this level will reduce the probability of price trading to a new high.

Cape Q2 3-Year Seasonality with Max/Min Values



Capesize Cal 27

Track Annotate News Zoom
Reset



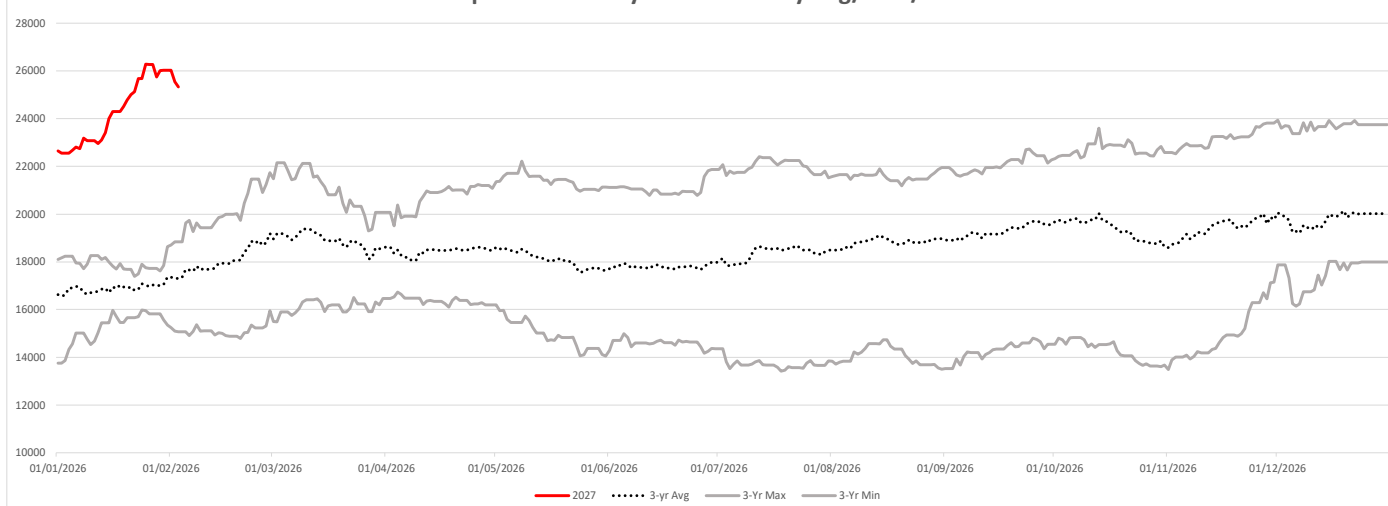
Support		Resistance		Current Price	Bull	Bear
S1	25,076	R1	26,500	25,350	RSI above 50	
S2	24,575	R2	27,444			
S3	23,895	R3	28,028			

Synopsis

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (66)
- Stochastic is above 50
- Technical outlook last week: Bullish. The RSI continued to make new highs in line with price last week, while Elliott wave analysis suggested that any downside moves should be viewed as countertrend. However, a minor intraday RSI divergence and an overextended daily RSI at 86 left price vulnerable to a technical throwback. Offsetting this, the RSI moving average indicated momentum remains supported. A daily close below the last dominant bull candle — currently at USD 25,050, rising to approximately USD 25,600 if current levels persist into the close — would warn of increasing sell-side pressure and signal the potential start of a countertrend corrective phase.
- The futures tested the upside for one more day before coming under light pressure; however, we have since closed below the 25,600 level, implying sell side pressure is increasing. We are between the 8-21 period EMA with the RSI above 50.
- Downside moves that hold at or above USD 23,895 will support a bull argument, below this level will the technical will have a neutral bias.
- Technical Outlook: Bullish—countertrend correction.
- Price has entered a corrective phase while the RSI moving average is showing signs of momentum weakness, warning the Fibonacci support zone could come under pressure in the near-term. On the buy side, our Elliott wave analysis does indicate that downside moves should be considered as countertrend, meaning we have a cautious approach on corrective moves while above USD 23,895. A sustained move below USD 23,895 will reduce the probability of the futures trading to new highs.

Cape Calendar 3-year Seasonality Avg/Max/Min



Capesize C5 March 26 (Heikin Ashi Chart)



Support		Resistance		Current Price	Bull	Bear
S1	9.61	R1	10.37	10.15	RSI above 50	Stochastic overbought
S2	9.29	R2	11.02			
S3	8.85	R3	11.67			

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 (68)
- Stochastic is overbought
- Technical outlook last week: Bullish. The upside break above fractal resistance previously had been confirmed by the RSI, while momentum strength was reinforced by the RSI moving average turning higher. However, we noted that we would like to see the ADX, currently at 42, turn higher to confirm the transition into a trending environment. For now, momentum strength suggests that any downside moves should be viewed as countertrend, making USD 7.54 the key support level to monitor. A break below this level would weaken the near-term bullish structure and signal that the probability of price making new highs was starting to decrease.
- The futures remained supported before trading to a high of USD 10.66 on the gap higher due to the roll. Price has entered a corrective phase but we remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 8.85 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish—Countertrend correction
- The ADX had already started to turn higher before the roll into March, signaling price had entered a bullish trending environment. The RSI moving average implies momentum support, but price has entered a corrective phase. However, with momentum support from both the ADX and RSI average, we have a cautious approach on corrective moves while above the USD 8.85 support. A move below USD 8.85 will signal that sell-side pressure is increasing, warning that the probability of price trading to a new high will be reduced.

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