



# Capesize Technical Report

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## Index

The upside move above USD 23,637 means that the probability of the futures trading to a new low has begun to decrease; however, for upside continuation, the index will need to close and hold above the 200-period MA at USD 25,401. A rejection of the longer-term average will warn that support levels could come under pressure. We have turned lower today (30/03), which brings the weekly pivot level at USD 23,426 into focus; a close below this level will warn that balance is turning to the sell side.

## April 26

Unchanged on the technical this week, the futures are holding above the longer term average; however, the RSI remains below its average at this point. If the RSI crosses its MA, it will warn that we are seeing an increase in buy-side pressure, meaning the USD 29,125 fractal resistance could come under pressure. Conversely, for downside continuation, the futures need to close and hold below the 200-period MA.

## Q2 26

The futures remain in a corrective phase with price below all key moving averages. We tested but failed to trade above the 55-period EMA at USD 28,004, the rejection of the average suggested that the USD 25,075 fractal support could come back under pressure. However, we remained cautious on downside breakouts below USD 25,075, as the RSI still had the potential to be divergent, warning sell side momentum could slow down.

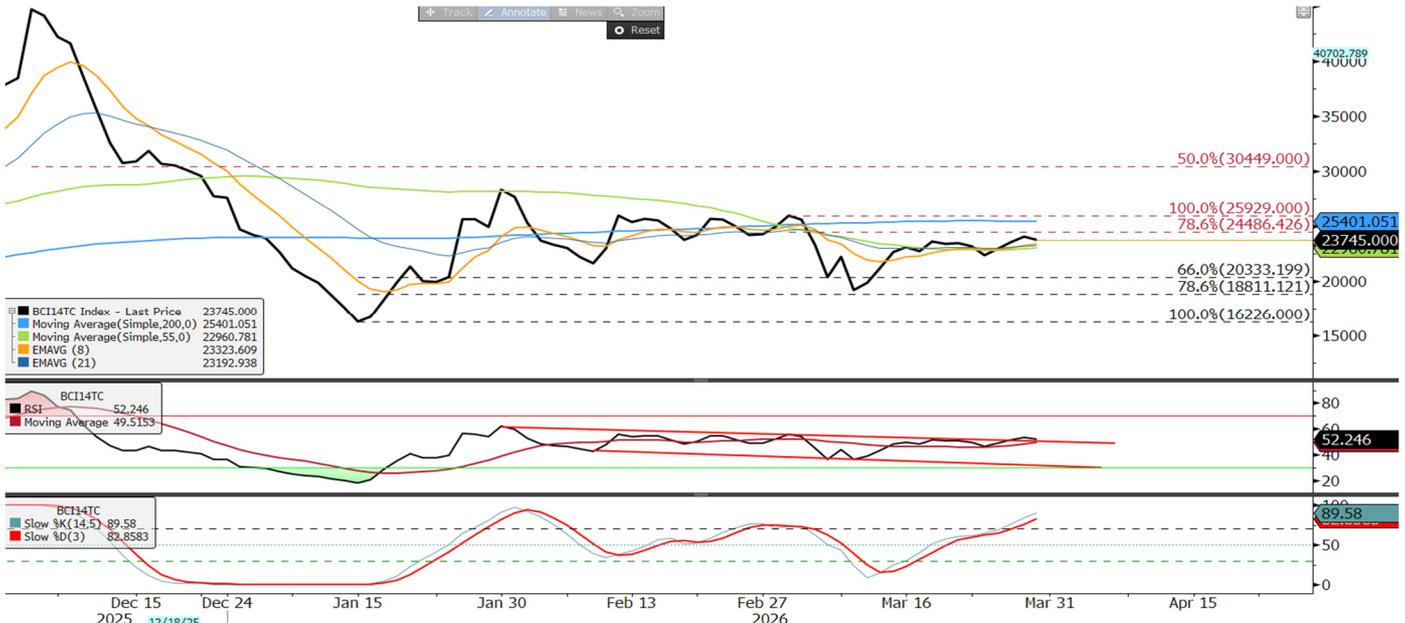
## Cal 26

We continue to have a note of caution on upside moves due to the change in polarity highlighted previously. However, price has now formed a symmetrical triangle, a neutral pattern where near-term directional bias should come from a close and hold outside of the pattern (USD 23,569—USD 24,224). If the break is to the downside, monitor for an RSI divergence below USD 23,025, as it would warn of a momentum slowdown. However, if the RSI makes fresh lows alongside price, then you would be looking at bearish momentum confirmation; at this point, market sellers would look to test the 200-period MA at USD 22,276

## C5 April 26

With little price movement from last week the positive reversal pattern highlighted previously remains in play, warning that there continues to be an underlying support in the market. The reversal pattern warns that resistance levels remain vulnerable; however, if the futures do trade above the USD 11.08 support, then price and the RSI will have made new lows, indicating support could come under further pressure.

# Capesize Index

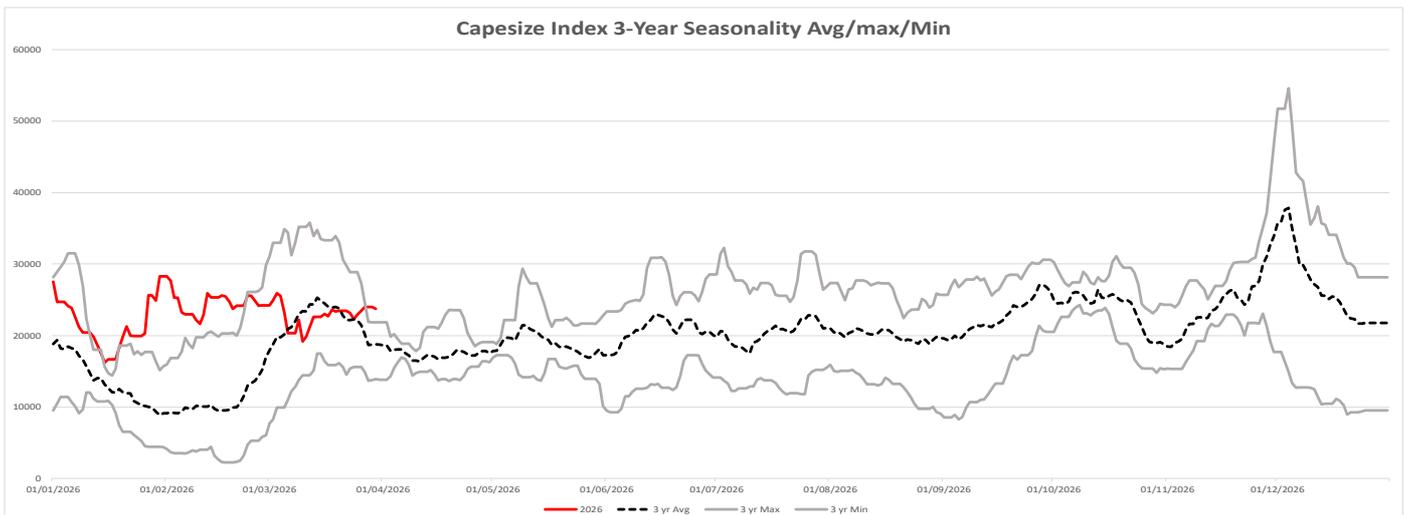


	Support	Resistance	Current Price	Bull	Bear
S1	22,292	R1	24,486	RSI above 50	Stochastic overbought
S2	20,333	R2	25,929		
S3	18,811	R3	28,306		

## Synopsis

Source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is overbought
- Price is above the weekly pivot point (USD 23,426)
- Technical outlook last week: Resistance holding
- The index is in the process of rejecting the USD 23,637 resistance last week; however, the RSI remained above its MA at that point. We noted that if the RSI closed below its average it would warn that sell side pressure was on the increase, warning the USD 20,333 and USD 19,188 support levels could be tested. Conversely, if the RSI held its average, resistance would remain vulnerable. Market shorts should be cautious on a close above the weekly pivot level at USD 23,234, as it would warn that balance is turning to the buyside.
- The RSI held above its average with price closing above the USD 23,234 level, resulting in price trading to a high of USD 23,994. We have seen the index turn lower today (30/03), but we remain above the 8-21 period EMA's supported by the RSI above 50.
- Momentum based on price is aligned to the buyside, a close below USD 23,426 would mean it is aligned to the sell side. Key longer-term resistance remains unchanged at USD 35,000.
- Technical outlook: buyside pressure increasing
- The upside move above USD 23,637 means that the probability of the futures trading to a new low has begun to decrease; however, for upside continuation, the index will need to close and hold above the 200-period MA at USD 25,401. A rejection of the longer-term average will warn that support levels could come under pressure. We have turned lower today (30/03), which brings the weekly pivot level at USD 23,426 into focus; a close below this level will warn that balance is turning to the sell side.



# Capesize April 26

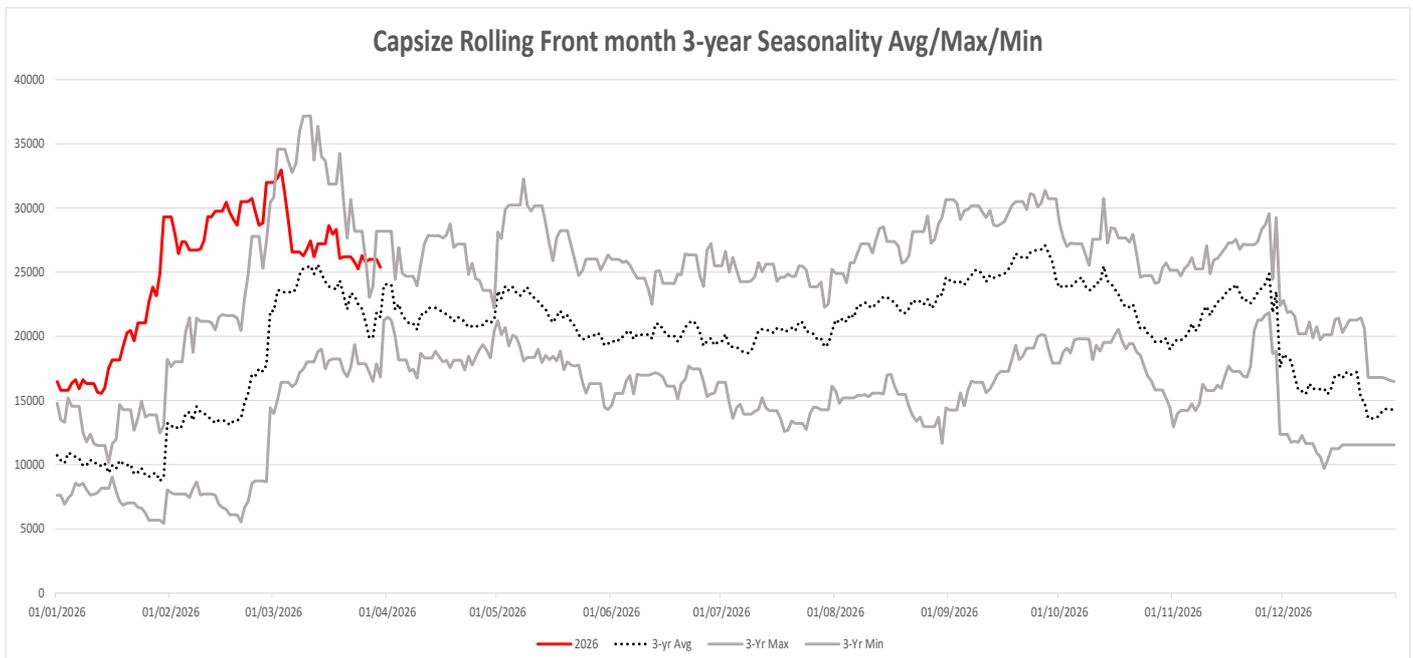


	Support	Resistance	Current Price	Bull	Bear
S1	24,751	R1	29,125		RSI below 50
S2	24,312	R2	29,680		
S3	21,452	R3	31,003		

## Synopsis

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is below 50
- Technical Outlook last week: Testing the 200-period MA—caution while above the average.
- The upside rejection of the USD 29,680 resistance previously warned that the USD 22,750 fractal low was vulnerable. However, price tested and held the 200-period MA at USD 24,633 on the 23/03, resulting in light bid support entering the market. While above the average we are cautious on downside moves; a close that held below it would imply that we were seeing an increase in sell side pressure, suggesting support levels would be tested.
- We continue to hold above the 200-period MA at USD 24,752; however price is below the 8-21 period EMA's. while the RSI is below 50.
- Downside moves that hold at or above USD 21,452 will warn that there could be a larger bullish Elliott wave cycle coming into play; likewise, upside moves that hold at or below USD 29,680 will level the futures vulnerable to further tests to the downside.
- Technical Outlook: Caution on downside moves while above the 200-period MA
- Unchanged on the technical this week, the futures are holding above the longer term average; however, the RSI remains below its average at this point. If the RSI crosses its MA, it will warn that we are seeing an increase in buy-side pressure, meaning the USD 29,125 fractal resistance could come under pressure. Conversely, for downside continuation, the futures need to close and hold below the 200-period MA.



# Capesize Q2 26

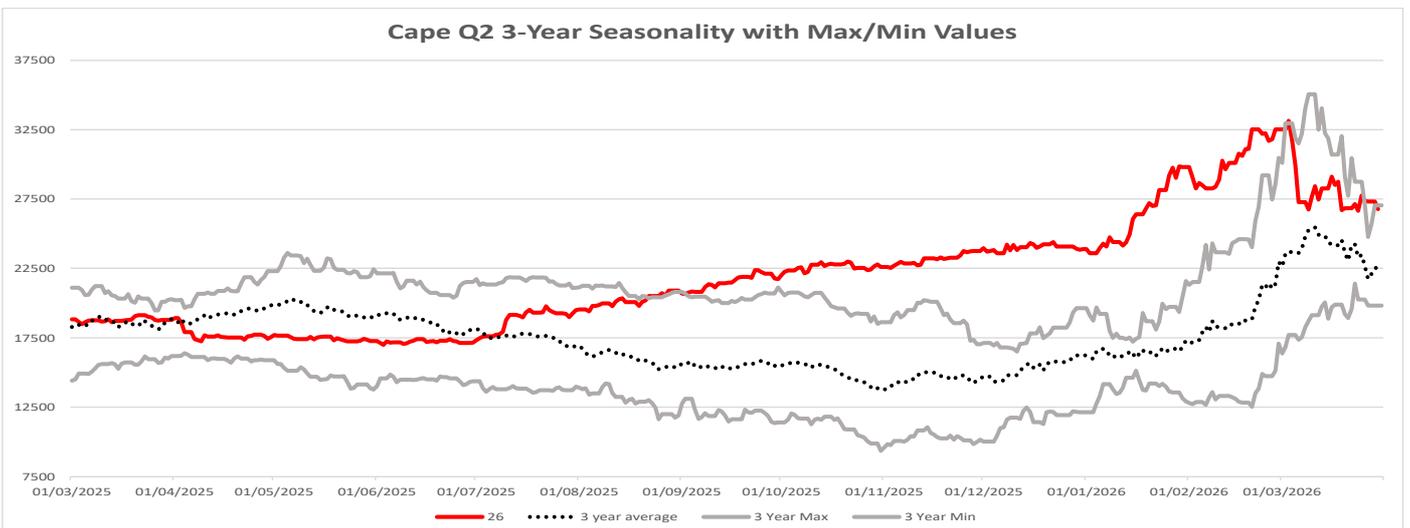


Support	Resistance	Current Price	Bull	Bear
S1	R1	26,775	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

## Synopsis

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Technical outlook last week: bearish, caution on breakouts below USD 25,075
- The futures remained in a corrective phase last week with the RSI moving average implying momentum was weak. Bid support on the 23/03 meant that price failed to trade to a new low; however, we had a note of caution on downside breakouts below USD 25,075, as price would be in divergence with the RSI.
- The futures remain in a corrective phase with price holding above last weeks support. We are below all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 22,508 will support a longer-term bull argument, below this level the technical will have a neutral bias.
- Technical outlook: bearish, caution on breakouts below USD 25,075
- The futures remain in a corrective phase with price below all key moving averages. We tested but failed to trade above the 55-period EMA at USD 28,004, the rejection of the average suggested that the USD 25,075 fractal support could come back under pressure. However, we remained cautious on downside breakouts below USD 25,075, as the RSI still had the potential to be divergent, warning sell side momentum could slow down.



# Capesize Cal 27

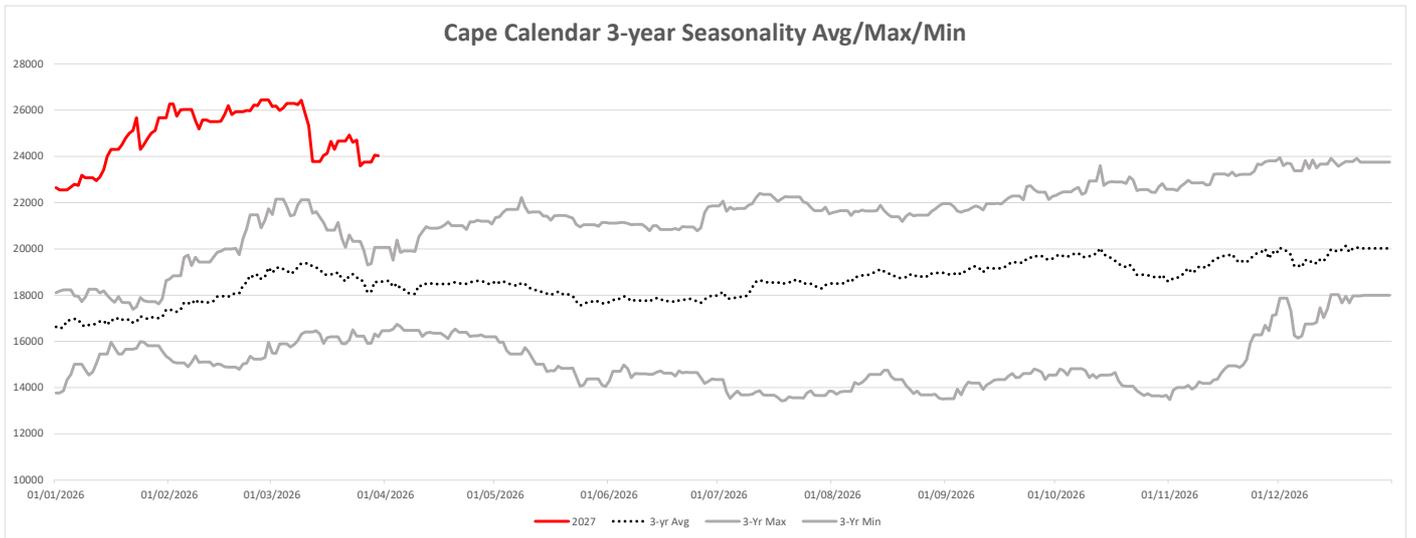


	Support	Resistance	Current Price	Bull	Bear
S1	23,529	R1	25,025		RSI below 50
S2	23,025	R2	25,351		
S3	22,550	R3	25,795		

### Synopsis

Source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is below 50
- Technical Outlook last week: Caution on higher moves while below USD 25,351
- Unchanged on the technical last week, the polarity change warned that the USD 23,025 support remained vulnerable. We continued to be cautious on upside moves while below USD 25,351, but also noted that we were also cautious on downside breakouts below USD 23,025, as price is likely to be divergent with the RSI. Support was still vulnerable at this point.
- The futures have formed a symmetrical triangle. We remain below all key moving averages supported by the RSI below 50.
- Downside moves that hold at or above USD 21,222 will support a longer-term bull argument, below this level will the technical will have a neutral bias.
- Technical Outlook : Neutral
- We continue to have a note of caution on upside moves due to the change in polarity highlighted previously. However, price has now formed a symmetrical triangle, a neutral pattern where near-term directional bias should come from a close and hold outside of the pattern (USD 23,569—USD 24,224). If the break is to the downside, monitor for an RSI divergence below USD 23,025, as it would warn of a momentum slowdown. However, if the RSI makes fresh lows alongside price, then you would be looking at bearish momentum confirmation; at this point, market sellers would look to test the 200-period MA at USD 22,276



# Capesize C5 April 26 (Heikin Ashi Chart)



	Support		Resistance	Current Price	Bull	Bear
S1	11.62	R1	12.98	11.95	RSI above 50	Stochastic overbought
S2	10.78	R2	13.64			
S3	10.40	R3	14.29			

## 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 (58)
- Stochastic is overbought
- Technical outlook last week: Caution on downside moves
- Price was moving lower on the negative divergence with the RSI last week. However, the RSI was trading to new low but price remained above the USD 11.08 fractal support, meaning we had a positive reversal pattern in play. The reversal pattern warned that there was still underlying support in the market, implying caution on lower moves while above USD 11.08. Below USD 11.08 both the RSI and price would have made new lows; we noted that this would create a bearish momentum confirmation, warning support could come under further pressure.
- Sideways action last week with price remaining supported. We are above the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 10.78 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Caution on downside moves
- With little price movement from last week the positive reversal pattern highlighted previously remains in play, warning that there continues to be an underlying support in the market. The reversal pattern warns that resistance levels remain vulnerable; however, if the futures do trade able the USD 11.08 support, then price and the RSI will have made new lows, indicating support could come under further pressure.

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