

# FIS Capesize Technical Report

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## Synopsis:

### Index

Technically bearish but not considered a technical sell due to a positive divergence with the RSI with price holding at the 200 period MA support. Upside moves that close above 14,771 would indicate that the technical condition is starting to prove. However, we will need to see the RSI at 45 or higher for momentum to support price.

### December

The futures have held above the 200 period MA with the RSI on support and the intraday technical showing bullish momentum. The technical is bearish but not considered a technical sell at this level due to RSI and MA support. Upside moves that fail at or below the USD 18,164 level remain vulnerable to further tests to the downside. Likewise, price action that closes below and holds below the 200 period MA would be considered as technically weak. Bearish but looks to be starting an upside countertrend move has begun, the signs were there yesterday but it had not started the advance with intraday buy signals being triggered this morning.

### Q1 21

With front end futures showing potential bullish signals for the last few days we are seeing a strong reaction on the Q1 futures. The technical is still bearish, there has been no break in Fractal resistance, or a deep pullback. However, the candles are making higher highs with intraday RSI moment turning bullish into the close on the 04-11-20. If the futures trade above the USD 9,188 level the technical becomes neutral, if resistance holds we remain vulnerable to further tests to the downside.

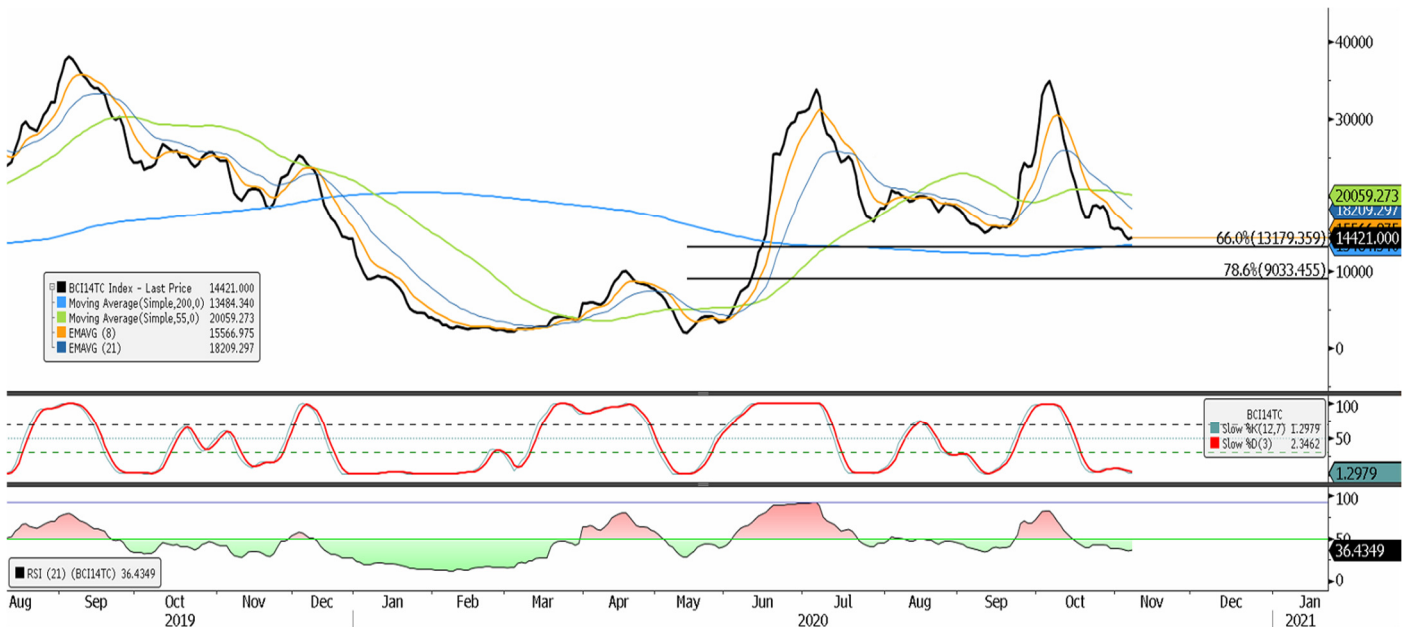
### Cal 21

Technically bearish, like the rest of the cape complex the futures have caught a bid in the last few days on the back of a stochastic divergence and the failure to hold below the 200 period MA. Upside moves need to trade above the USD 13,439 level to take the technical into neutral territory, and above USD 13,600 to create a higher high in the market. Downside moves that close below the USD 12,983 would put price below the 200 MA again leaving it vulnerable to further tests to the downside.

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## Capesize Index



Support	Resistance	Current Price	Bull	Bear
S1	R1	14,421	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

- Price is below the 8 - 21-period EMA's
- RSI is below 50 (36)
- Stochastic is oversold
- The Index is in a bearish trend with price making lower highs and lower lows
- The RSI is below 50 in bearish territory but is showing a positive divergence, not a buy signal it does warn of the potential for a momentum slowdown
- Price is in on Fibonacci and the 200 period MA support (USD 13,484—USD 13,179)
- The Index remains technically bearish and in trend. Upside moves that close above the USD 16,638 level would indicate a strengthening of momentum based on price, and warn of potential higher pricing
- Technically bearish but not considered a technical sell due to the positive divergence and the 200 period MA support. Upside moves the close above the USD 15,638 level with the RSI at 45 or higher have the potential for some upside price continuation

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## Capesize December (1 Month forward)



	Support	Resistance	Current Price	Bull	Bear
S1	14,076	R1	15,000	Stochastic oversold	RSI below 50
S2	13,825	R2			
S3	11,700	R3			

### Synopsis - Intraday

- RSI is below 50
- Stochastic oversold
- Price is below the 8 -21 period EMA's
- We have highlighted in the European close report this week that the futures had been in a corrective phase for the last 10 days. In terms of time, this is significant as we have seen two previous corrective moves stall on day 10 in the last few months.
- The futures are in bearish territory but holding in the 200 period MA, a key benchmark in any analysis.
- The RSI is holding on support with the intraday RSI showing a bullish slope supporting an oversold technical
- Upside moves that fail at or below the USD 18,164 resistance remain vulnerable to further tests to the downside
- Downside moves that close below the 200 period MA would be considered as technically weak
- Technically bearish but looking oversold on the daily technical having held the 200 period MA support with the intraday technical showing bullish momentum

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## Capesize Q1 21



	Support	Resistance	Current Price	Bull	Bear
S1	8,333	R1	8,637	Stochastic oversold	RSI below 50
S2	7,987	R2	8,945		
S3	7,675	R3	9,188		

### Synopsis - Intraday

- Price is between the 8-21 period EMA
- RSI is below 50 (43)
- Stochastic is oversold
- Upside price momentum is gaining in the Q1 futures with the daily candles making higher highs and higher lows
- The stochastic is oversold and in bearish territory with the RSI below 50. However the RSI slope on the daily technical is starting to move higher, supporting the bullish price action
- Upside moves that fail at or below the USD 9,188 resistance leave the futures vulnerable to further downside moves, above this level the pullback is considered as deep and the phase neutral
- Downside moves that close below USD 7,987 would warn that the technical condition is starting to weaken
- Technically bearish with the upside move considered as countertrend on the basis the futures have not made a higher high or created a deep pullback as yet. Intraday price action has the RSI in bull territory above 50 with a bullish slope, suggesting we could test the 9,188 resistance in the near-term

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## Capesize Cal 21



	Support	Resistance	Current Price	Bull	Bear
S1	13,020	R1	13,225	Stochastic oversold	RSI below 50
S2	12,794	R2	13,354		
S3	12,298	R3	13,439		

### Synopsis - Intraday

- Price action is below the 8 – 21 period EMA
- RSI is below 50
- Stochastic is in divergence
- Like the rest of the cape complex we are seeing the daily candles making higher highs and higher lows. Price is moving higher on the of a positive divergence on the stochastic with the futures failing to hold below the 200 period MA. At this point the upside move is considered as countertrend with resistance between USD 13,225—USD 13,439
- Upside moves that fail at or below the USD 13,439 level remain technically vulnerable to further tests to the downside, above this level the futures should be considered as neutral.
- Downside moves that close below USD 12,983 would put the futures back below the 200 period MA leaving the technical vulnerable to further tests to the downside