

FIS Capesize Intraday

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Capesize March 22 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	17,750	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI above 50 (65)
- Stochastic is overbought
- Price is below the daily pivot USD 18,058
- We noted yesterday that the roll had created a mean reversion gap with the 21-period EMA of around USD 4,000, warning we had the potential to enter a corrective phase. Price has moves USD 500 lower, but the EMA is also moving higher, meaning the mean reversion gap is now only USD 2,083. The futures remain above the moving averages supported by the RSI above 50, intraday Price and momentum is currently conflicting.
- Upside moves on the 4-hour candle that close above USD 18,058 would mean P&M are aligned to the buy side. Likewise, a close on the 4-hour candle below this level with the RSI at or below 63.5 (currently 65) would mean it is aligned to the sell side. Corrective moves lower that hold at or above USD 12,852 will support a bull argument, below this level the technical will have a neutral bias.
- We remain technically bullish with the futures now consolidating as the mean reversal gap has narrowed. The futures do remain vulnerable to a technical pullback, however if the index continues to rise the probability of the US 12,852 support holding will increase significantly.

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