

FIS Capesize Intraday

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Capesize April 22 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	23,268	R1	26,041	RSI above 50	Stochastic overbought
S2	22,000	R2	27,204		
S3	20,280	R3	30,200		

Source Bloomberg

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI above 50 (61)
- Stochastic is overbought
- Price is below the daily pivot USD 26,041
- Price is between the 8-21 period EMA's supported by the RSI above 50, the futures have opened below the daily pivot point, intraday price and momentum are now aligned to the sell side.
- A close on the 4-hour candle above USD 26,041 with the RSI at or above 66.5 will mean price and momentum are aligned to the buyside.
- The upside moves yesterday held at technical resistance with price now in a corrective phase. Downside moves that hold at or above the USD 20,280 level will support a bull argument, below this level the technical will have a neutral bias.
- The roll and subsequent upside move have created a mean reversion gap with the 55-period EMA, suggesting the technical looks overextended to the buyside. The EMA is currently at USD 20,918 and will continue to rise as price moves lower, suggesting the gap should close in the coming days. At this point the RSI is at 60 with the faster moving stochastic above 70, the technical is bullish but corrective. If the stochastic enters oversold territory with the RSI still above 50 then we could see buying support at lower levels; however, if we close below the 55 period EMA then the futures could trade below the USD 20,280, this will be deep into the current bull wave, warning market buyers will need to be cautious.
- Bullish but in a corrective phase the 55-period EMA or the USD 20,280 level (preferably both) will need to hold if tested.

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