

FIS Capesize Intraday

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

Capesize May 22 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	26,125	R1	26,883	RSI above 50	Stochastic oversold
S2	23,995	R2	27,812		
S3	22,514	R3	29,072		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI above 50 (50)
- Stochastic is oversold
- Price is below the daily pivot USD 26,125
- The futures consolidated yesterday with price moving sideways through the trend resistance. Price is moving higher with the futures above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 26,125 with the RSI at or below 45 will mean price and momentum are aligned to the sell side.
- Upside moves that fail at or below USD 29,072 remain vulnerable to further tests to the downside, above this level we target the USD 31,750 fractal resistance.
- The RSI is now at 50 with the stochastic in oversold territory, momentum is warning the futures are vulnerable to a test to the upside. However, if the RSI goes below 50 the faster moving stochastic is considered as less relevant.
- The futures traded below the USD 23,995 support yesterday meaning the daily technical has a neutral bias. The carry between the May and the index is now at USD 13,997, unless we see a considerable jump in the index then the upside move in the futures will be unsustainable. When looking at sustained upside moves in the futures on the historical the carry has been closer to USD 4,000 – USD 5,000 when the move started. Technically neutral, we still need to see confirmed index support for a sustained upside move.

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