

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	20,883	R1	22,625	Stochastic oversold	RSI below 50
S2	20,000	R2	23,570		
S3	17,875	R3	24,750		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot USD 22,625
- The futures remain corrective below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 22,625 with the RSI at or above 46 will mean price and momentum are aligned to the buy side. However, upside moves that fail at or below USD 23,570 remain vulnerable to further tests to the downside, above USD 24,750 the intraday technical is bullish.
- The carry between the May contract and the index is at USD 10,873, this would suggest that upside moves will continue to find selling resistance until we see some strong index numbers. Historically upside moves that hold usually have a disparity gap at the start of the move of around USD 4-5k, suggesting that if the index does not turn soon the USD 20,000 fractal support could be tested.
- Technically weak, the index is showing signs of basing; however, if the index is going to follow any form of seasonality shape, it will need to move higher soon to avoid a prolonged period of lower pricing.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com