

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	23,288	R1	24,750	Stochastic oversold	
S2	22,875	R2	25,750		
S3	22,315	R3	26,625		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI above 50 (51)
- Stochastic is oversold
- Price is above the daily pivot USD 21,475
- Technically weak yesterday with the index showing signs of basing yesterday, we have seen a strong upside move in the futures this morning with price now above the 8-21 period EMA-s supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 21,475 with the RSI at or below 41 will mean price and momentum are aligned to the sell side. Corrective moves lower that hold at or above USD 22,357 will support a bull argument, below this level the futures will have a neutral bias. Likewise, above USD 24,750 will mean the intraday technical will be bullish.
- The index is up USD 2,266 which is around 20% higher from yesterday, suggesting that there will be more upside in the index in the coming days; however, the carry remains over USD 11,000 and this will need to narrow, suggesting price will need to consolidate or upside momentum in the index will need to accelerate in the coming days.
- Based on the daily RSI moving above 50 with the stochastic in oversold territory momentum is warning that the futures are vulnerable to further tests to the upside.
- The technical suggests an upside move, the index is moving higher; however with the carry still over USD 11,000 we are a very cautious bull at this point, any slowdown in the index tomorrow then the futures will find selling resistance.

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