

FIS Capesize Intraday

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Capesize May 22 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	24,524	R1 26,125	26,150	RSI above 50 Stochastic overbought
S2	23,875	R2 26,437		
S3	22,995	R3 28,137		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI above 50 (56)
- Stochastic is overbought
- Price is on the daily pivot USD 26,125
- The index came in lower than expected on Friday, but the futures held near their highs. Price opened unchanged, however weakening sentiment in Asian has resulted in steel, iron ore and the base sector coming under pressure, meaning market buyers have eased back a little in the May futures. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 26,125 with the RSI below 50 (currently 56.5) will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. However, corrective moves lower that hold at or above USD 22,995 will support a bull argument, below this level the futures will have a neutral bias.
- The intraday technical is bullish due the break in fractal resistance at USD 24,750 but the daily technical still has a neutral bias. Upside moves that fail at or below USD 28,137 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 29,476 and USD 31,750 resistance levels.
- The intraday technical is bullish but the carry is at USD 10,850, if we see another disappointing index today then support levels have the potential to be tested. Bullish but vulnerable until we see this index showing momentum gains.

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