

FIS Capesize Intraday

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

Capesize June 22 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	37,166	R1	37,250	RSI above 50	Stochastic overbought	
S2	32,402	R2				40,125
S3	30,750	R3				42,226

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA’s
- RSI above 50 (76)
- Stochastic is overbought
- Price is above the daily pivot USD 37,166
- As noted on Friday, the mean reversion gap with the RSI at 80 is warning that the futures need to either consolidate or correct in the near-term. Price is currently consolidating with the futures above the 8-21 period EMA’s supported by the RSI above 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle below USD 37,166 with the RSI at or below 76 (currently 76.9) will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 80.5 will mean it is aligned to the buy side.
- Downside moves that hold at or above USD 28,510 will support a bull argument, below this level the futures will have a neutral bias.
- The 55-period EMA is now above USD 30,000, meaning the mean reversion gap has narrowed to just below USD 7,000; However, with price and momentum weakening we still have the potential to see a technical pullback from here. As previously noted, based on the trajectory of the EMA’s and the RSI making a new high, we believe that downside moves from here have the potential to be countertrend.

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