

FIS Capesize Intraday

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Capesize Feb 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	5,800	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (32)
- Stochastic is oversold
- Price is on the daily pivot USD 5,787
- The futures remained in a bearish trending environment last week; however, we maintained our view that the futures were not a technical sell at these levels. For price and momentum be aligned to the sell side the RSI will need to be below USD 31.5, which from a technical perspective looked too low for any downside move to be sustainable. The futures remain around Friday's levels with price below the 8-21 period EMA's supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 5,787 will mean price and momentum are aligned to the buyside. Likewise, a close below this level with the RSI at or below 31 will mean it is aligned to the sell side. Upside moves that fail at or below USD 6,580 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- We remain technically bearish with price below all key moving averages. However, we maintain our view that the futures are not considered a technical sell at these levels based on the price and momentum placement. It is also worth noting that the futures will roll into March in the next day or so, meaning the technical looks like it will roll into bull territory.

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