

FIS Capesize Intraday

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Capesize March 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	7,535	R1	7,725	Stochastic oversold	RSI below 50
S2	7,150	R2			
S3	6,664	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 7,716
- A cautious bear yesterday due to the minor divergence with the RSI which warned we had the potential to see a momentum slowdown. If the divergence failed, then the USD 7,535 and USD 7,150 support levels will be vulnerable. The divergence did fail with the futures trading to a low of USD 7,625, price remains below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 7,716 with the RSI at or above 35 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 30.5 will mean it is aligned to the sell side. Upside moves that fail at or below USD 8,499 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 8,950 is the technical bullish.
- Technically bearish, lower timeframe Elliott wave analysis continues to warn that the futures are potentially exhausting around these levels. A close on the 4-hour candle above USD 8,250 will imply that momentum based on price is starting to strengthen, warning resistance levels could be tested and broken.

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