

FIS Capesize Intraday

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Capesize March 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	6,300		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is below 50 (43)
- Stochastic is overbought
- Price is below the daily pivot USD 6,366
- Technically bearish yesterday with the futures below key resistance levels, We were seeing warning signs that sell side momentum was decreasing alongside price as the MA on the RSI was starting to flatten. However, we still needed to see more upside price action to convince that the futures were transitioning to the buyside. Price did trade up to the base of the Fibonacci resistance zone into the close yesterday but the futures have opened slightly lower this morning. Price is between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle below USD 6,366 with the RSI at or below 34.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buyside. Upside moves that fail at or below USD 7,561 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Downside moves that hold at or above USD 5,833 will support a near-term bull argument, below this level the USD 5,400 fractal low becomes vulnerable. Only above USD 8,750 is the technical bullish.
- Technically we remain bearish. The RSI is below 50 with the stochastic in overbought territory, providing the RSI can hold below 50, momentum will be vulnerable to further tests to the downside; however, if the RSI moves above 50 the stochastic will be considered less relevant. We are seeing the MA on the RSI move higher, warning buyside momentum is starting to strengthen, making USD 5,833 the key support on the technical, if it holds we could see a push higher.

Source Bloomberg