

# FIS Capesize Intraday

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## Capesize April 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,550	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis - Intraday

- Price is above the 8–21 period EMA's
- RSI is above 50 (82)
- Stochastic is overbought
- Price is above the daily pivot USD 14,875
- Technically bullish on the last report, we maintained our view that downside moves based on intraday Elliott wave analysis should be considered as countertrend. However, we noted that we had a mean reversion gap with the averages, these averages would move higher over the coming days, but it warned that we had the potential to see a technical pullback. We could see on the chart that when we got these gaps on the roll (bull or bear) there was often some kind of reaction back to the averages. We should also note that the daily 200-period MA on the rolling chart is at USD 15,995, this is a benchmark average and could be an area of resistance. The averages jumped higher with the pullback only USD 825, meaning price did not test the averages, resulting in the futures moving higher. The RSI remains above 50 with intraday price and momentum aligned to the buy side.
- A close on the 4-hour candle below USD 14,875 with the RSI at or below 76.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 10,882 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the shallow pullback means we are seeing wave extension. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend at this point; the same analysis would also suggest we have a potential upside target at USD 18,418 (Using the William's approach). The new high means that the RSI is now in divergence with price, not a sell signal it does warn that we have the potential to see a momentum slowdown and will need to be monitored.

Source Bloomberg

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