

FIS Capesize Intraday

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Capesize May 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	18,108	R1	19,631	RSI above 50	
S2	17,550	R2	20,275		
S3	16,225	R3	21,147		

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is below 50 (50)
- Stochastic is at 50
- Price is above the daily pivot USD 18,458
- We remained bullish with a neutral bias yesterday; having previously held a support zone the futures had moved higher. However, the deep pullback remained a concern whilst the MA on the RSI continued to suggest that buyside momentum was weak. Holding support was a start, but we needed to see more from the technical to convince we were turning back to the buyside, if we closed above the 55-period EMA (USD 19,150) with the MA on the RSI starting to flatten, then the USD 21,147 resistance would be vulnerable. We were a little cautious on the move higher. The futures continue to move higher with price trading above the 55-period EMA today with the RSI now neutral at 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 18,458 with the RSI at or below 40.5 would mean price and momentum were aligned to the sell side. Upside moves that fail at or below USD 21,147 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 23,000 fractal high.
- Technically we remain bullish with a neutral bias; however, the bear argument is starting to weaken, as price is above the 55-period EMA with the MA on the RSI starting to flatten. Although above the average, the candle is still open, if we can close above it, and hold above it, then the USD 21,147 resistance could come under pressure. If we fail to close the average and reject it, then the USD 17,550 support could be vulnerable. However, remember that USD 17,400 – USD 17,000 is a key support zone, suggesting sellers should be cautious trading in that area.

Source Bloomberg

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