

FIS Capesize Intraday

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Capesize May 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	18,283	R1	19,050	Stochastic oversold	RSI below 50
S2	17,550	R2			
S3	17,400	R3			

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is below 50 (46)
- Stochastic is above oversold
- Price is above the daily pivot USD 18,283
- The futures had held above the USD 17,400 support previously with the MA on the RSI turning neutral yesterday, suggesting sell side momentum was slowing down. Technically bullish with a neutral bias; however, we were cautious on downside moves whilst above the USD 17,400 level due to it being a key support. Upside moves that closed above USD 19,625 would warn that the USD 21,147 resistance could be vulnerable. Likewise, a close below that holds below the USD 17,400 level will mean that the USD 16,225 fractal support could come under pressure. The futures continue to find bid support with price moving higher this morning. The futures are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 18,283 with the RSI at or below 44 will mean price and momentum are 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.
- Having moved higher, the futures are back trading above the 55-period average (USD 18,871), if we can close above and hold above this level it will further support a buyer's argument. The MA on the RSI is flat (a slight turn higher) meaning momentum is neutral, perhaps showing early signs of bull support. Upside moves above USD 19,625 will warn that the USD 21,147 resistance has the potential to come under pressure. Key support to the downside remains unchanged at USD 17,400; however, we should highlight that USD 18,100 is the most heavily traded level (based on price) over the last 30 days, making this an area of interest for market buyers in the near-term, as they may look to defend this level if tested. The technical remains bullish with a neutral bias.

Source Bloomberg

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