

FIS Capesize Intraday

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Capesize June 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	20,550	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is above 50
- Price is above/on the daily pivot USD 20,491
- We were technically we are bullish with a neutral bias on the report last week; however, the upside move above USD 19,625 with price holding above the 55-period EMA suggested that the USD 21,147 and USD 23,000 resistance levels were starting to look vulnerable. We also highlighted that the 21 period RSI on the index is at 63 moved above and held above 64, then the probability of the index going on a run would increase. This was not guaranteed, but historically it has performed well above this level in recent years. Having moved higher, the roll into June meant that the USD 21,000 fractal resistance was broken, the technical is now bullish based on price. We have seen a retracement over the last two sessions as the index has corrected a little. We noted on the technical yesterday that although the RSI move on the index is historically bullish above 64, it does seem that an RSI resistance at 65 has formed in recent months, a level we are currently testing. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 20,491 with the RSI at or above 62.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 19,027 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures have opened above the daily pivot point, if we can hold above and close this level on the 4-hour candle we could see resistance levels come under pressure today. Likewise, if we close below it, then price and momentum will be weak. If we get a higher index today that pushes the RSI above 65, this will also support a buyer's argument.

Source Bloomberg

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