

# FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Capesize July 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	16,525	R1	17,863	RSI above 50	Stochastic overbought
S2	15,462	R2	18,657		
S3	14,794	R3	19,218		

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Price is above the daily pivot USD 16,525
- We noted yesterday that the futures looked to have completed the downside phase of the Elliott wave cycle, which had resulted in the move higher. However, the intraday futures were now testing (but remained below) the 55-period EMA, whilst the RSI was near neutral with the stochastic in overbought territory. If the RSI moved below and held below 50, then momentum would have warned that we could see support levels be tested in the near-term. Likewise, if the RSI could hold above 50 then the stochastic would be considered as less relevant. The technical itself was bullish based on the move above USD 16,350; however, we noted that market buyers would want to see the futures close above and hold above the 55-period EMA (USD 16,745), if we did, it would further support a bull argument. The RSI held above 50 but the futures remained below the 55-period EMA, an upside move on the open means we are now above the average. The RSI is above 50 with price and momentum aligned to the buyside.
- A close on the 4-hour candle below USD 16,525 with the RSI at or below 44.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 14,794 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish with price above the 55-period EMA whilst the RSI is above 50. The MA on the RSI would suggest that momentum is supported at this point. A close on the 4-hour candle below USD 16,000 will mean momentum based on price is starting to weaken; however, a close at this level would already have put price below the daily pivot level and potentially the RSI below its MA, meaning price and momentum would already be aligned to the sell side. Upside moves above USD 17,863 would mean the current intraday wave intraday wave is 161.8% the length of the previous move, suggesting the move is bullish impulse, further supporting a buyer's argument.

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