

FIS Capesize Intraday

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Capesize July 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	17,250	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is below 50 (55)
- Stochastic is overbought
- Price is below the daily pivot USD 17,475
- We had a more cautious view on the wave cycle yesterday based on the strength of the upside move. We noted that market bears would need to see price below the USD 16,267 level as this would be below key Fibonacci support and a minor fractal (USD 16,375) for confirmation that price action is weakening. The upside move failed to hold yesterday resulting in the futures opening flat today. Price is still above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 17,475 with the RSI at or below 52 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 16,927 will support a bull argument, below this level the technical has a neutral bias.
- Technically bullish based on price, but bearish based on the Elliott wave cycle, we remain a cautious bear based on the strength of the upside move. However, the USD 16,375 fractal is in fact more important than we gave it credit for yesterday, as the futures had traded to a new high. If broken, the intraday technical will be bearish, warning that the USD 15,375 and USD 13,375 support levels could come under pressure. Above USD 19,250 the bearish wave cycle will have failed.

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