

FIS Capesize Intraday

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Capesize August 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	14,475	R1	14,925	RSI above 50		
S2	14,333	R2				15,600
S3	13,703	R3				16,072

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (11)
- Stochastic is above 50
- Price is above the daily pivot USD 14,333
- Unchanged on the technical yesterday, we continued to hold above the USD 13,703 support; however, based on our Elliott wave analysis we remained cautious on upside moves as we still had the potential for one more wave lower in this phase of the cycle. The futures held above the USD 13,703 support with price gapping higher on the open; however, the futures are now coming under pressure with price USD 575 below the days high. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 14,333 with the RSI at or below 41.5 will mean price and momentum are aligned to the sell side. The futures have rejected the USD 15,600 resistance on the open (high USD 15,500) warning support levels could be vulnerable. However, we remain above the USD 14,703 level, if broken we target the USD 13,125 fractal low.
- Technically we are still in bearish territory with the futures now selling off their highs, having gapped higher on the open. Breakaway gaps do act as support zones; however, markets like to try and close gaps to test there is genuine buyside support, meaning the USD 14,475 level has the potential to be tested. If the gap is closed, opening longs from this morning could look to exit, putting further pressure on the futures. If the gap remains open, then the USD 15,600 resistance will be vulnerable, above this level the technical will have a neutral bias. Intraday Elliott wave analysis continues to suggest that upside moves are potentially countertrend, if however we do trade above USD 15,600, then the probability of price trading back below the USD 13,125 fractal low will decrease.

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