

FIS Capesize Intraday

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Capesize August 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	12,775	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Price is below the daily pivot USD 12,891
- Technically bearish yesterday, the new low meant that we had a positive divergence with the RSI, not a buy signal it was a warning that we had the potential to see a momentum slowdown and needed to be monitored. Lower timeframe Elliott wave analysis would suggest we had a potential downside target at USD 12,410, whilst higher timeframe wave analysis indicated that we target the USD 12,099 level, giving us a near-term support zone. If broken, we had further support at USD 11,570 and USD 10,500. The futures have traded to a low of 12,450 before finding some light bid support. We remain below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 12,891 with the RSI at or above 40.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 14,463 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures have tested the support zone with the RSI in divergence with price. Not a buy signal, it is warning that we have the potential to see a momentum slowdown, this will need to be monitored. A cautious bear, as the futures are no longer considered a technical sell at these levels; however, at this point we are not seeing bull signals.

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