

FIS Capesize Intraday

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Capesize August 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	13,300	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 (44)
- Stochastic is oversold
- Price is above/on the daily pivot USD 13,266
- Technically bearish but not a technical sell on the last report. The futures had achieved the minimum requirement for phase/cycle completion whilst testing our downside target zone between USD 12,410 – USD 12,099, we also had a positive divergence warning of the potential for a momentum slowdown. The support zone (target) is currently holding with price moving higher. We are now above the 8-21 period EMA’s with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 13,266 with the RSI at or below 36.5 will mean price and momentum are aligned to the sell side. 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.
- On paper we are technically bearish; however, based on the Elliott wave cycle, price holding our downside target zone, alongside a move higher on the back of a positive divergence, the futures are no longer considered a ‘technical’ sell. We may move lower; however, from a technical perspective, the systemic risk based on our wave analysis is now to the upside.

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