

# FIS Capesize Intraday

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## Capesize Oct 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	17,125	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (61)
- Stochastic is overbought
- Price is above the daily pivot USD 16,950
- Technically bullish yesterday, the move above USD 16,750 meant that the futures were now in divergence with the RSI, not a sell signal it warned that we had the potential to see a momentum slowdown. If the divergence failed, then the USD 17,700 and USD 18,825 resistance level could come under pressure. Conversely, if the RSI failed to make a new high, then the USD 16,038 support could be tested and broken. The futures closed the day with the RSI on its resistance level. Having opened below the daily pivot point we are now seeing light bid support in the market. Price is above all key moving averages supported by the RSI above 50; however, intraday price and momentum are conflicting as the opening candle closed below the daily pivot level.
- A close on the 4-hour candle above USD 16,950 with the RSI at or above 61.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 57 will mean it is aligned to the sell side. Downside moves that hold at or above USD 16,038 will support a bull argument, below this level the technical will have a neutral bias.
- Technically the futures are still in divergence with the RSI. We are bullish but until we see a divergence failure, we have to maintain a note of caution. If the RSI does trade to a new high, then the USD 17,700 and USD 18,825 will be vulnerable. However, as noted yesterday if the divergence holds then support could come under pressure.

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