

FIS Capesize Intraday

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Capesize Oct 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	18,600	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 (69)
- Stochastic is overbought
- Price is above the daily pivot USD 18,116
- Technically bullish yesterday, the near-term divergence failure warned that the USD 18,825 resistance was vulnerable. However, the new high meant that we had a longer-term divergence in play dating back to mid-August that needed to be monitored. We were bullish but continued to have a note of caution at this point whilst the secondary divergence is in play. If it fails then it will warn that we could potentially be seeing some form of Elliott wave extension, which would potentially have bullish implications going forward. The futures continue to move higher with the RSI nearing its resistance level. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 18,116 with the RSI at or below 62 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 16,471 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, with price still in divergence, the RSI move above the high from the 06/09/23 would suggest that downside moves in the near-term should be considered as countertrend. The probability of the divergence failing is increasing; however, confirmation will only come once the RSI has closed above the resistance line highlighted. We should note that the non-rolling contract (October outright) Elliott wave cycle on a lower timeframe looks to be bullish impulse.

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