

FIS Capesize Intraday

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Capesize Nov 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	18,103	R1	18,800	RSI above 50	
S2	17,722	R2			
S3	17,075	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is above 50
- Price is below the daily pivot USD 19,316
- Technically bearish yesterday, we had a neutral bias based on the strength of the upside move, the probability of the futures trading to a new low had decreased, warning resistance levels were starting to look vulnerable. However, we noted that the technical was only bullish above the USD 20,875 fractal high. If we did trade to a new high it would warn that we were potentially starting a new cycle, meaning there could be a larger Elliott wave cycle in play. Although bearish/neutral, we continued to remain cautious on the current upside move, until confirmation of a new bullish cycle. We also noted that a new high could potentially create a negative divergence with the RSI; however, it is a little early to tell if this will be the case, it is just something to look out for. The futures traded to a high of USD 20,100 before selling lower post index. We are now below the 8-21 period EMA's with the RSI neutral at 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 19,316 with the RSI at or below 48 will mean price and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 52.5 will mean it is aligned to the buy side. Downside moves that hold at or above USD 18,103 will support a near-term bull argument, below this level will warn that the USD 17,075 fractal support could be tested.
- The futures corrected yesterday resulting in price opening below the daily pivot point today; however, we remain above the 55-period EMA at this point (USD 18,443). A move below that holds below the average will warn that the USD 17,722 and USD 17,075 support levels could be tested. Having opened lower, we are seeing light bid support this morning, if we close above USD 18,950 on the 4-hour candle it will warn that the daily pivot level could be tested and broken, this will support an intraday bull argument (I.E today). Likewise, if we close below the USD 18,950 level then we target the 55-period average in the near-term, and potentially lower. Technically we remain bearish but with a neutral bias, a move below USD 18,103 will mean we are back in bearish territory.

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