

FIS Capesize Intraday

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Capesize Nov 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	20,125	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above 8–21 period EMA’s
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot USD 19,633
- Technically bearish with a neutral bias yesterday, we had already noted that the probability of the futures trading to a new low had decreased. The holding of the 55-period EMA on the 04/10 supported a buyer’s argument, whilst the open above the previous days close and the daily pivot point yesterday warned that the USD 20,100 fractal high from the 03/10 could be tested and broken. If it was, then the USD 20,875 fractal high created on the 26/10 would start to look vulnerable, only above this level is the technical bullish. Likewise, if the USD 20,100 resistance holds, and we close below the USD 18,700 close from yesterday, it will suggest there is distribution in the market that would have bearish connotations going forward. The futures moved higher yesterday with price now above the USD 20,100 resistance. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 19,633 with the RSI at or below 52 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 18,180 will support a near-term bull argument, below this level will warn that the USD 17,075 fractal support could be tested.
- The futures are bullish based on price due to the move above USD 20,100 level. However, the technical (wave cycle) is only considered as bullish above USD 20,875. At this point, it would suggest we are seeing a wave extension (not a new cycle), implying the November contract has a potential upside target at USD 22,822. A new high will create a negative divergence with the RSI, not a sell signal it will need to be monitored as it warns momentum could slow down.
- The move above USD 20,100 today is warning that the USD 20,875 fractal high could be tested and broken. All the momentum signs are there implying that we could get a wave extension, we are just missing one thing. A new high.

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