## **Capesize Intraday**

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Capesize Dec 23 Morning Technical Comment – 240 Min



## Synopsis - Intraday

S3

Price is below 8—21 period EMA's

11,887

- RSI is below 50 (25)
- Stochastic is oversold
- Price is above the daily pivot USD 14,404

R3

16,455

• Technically bearish yesterday, with the RSI previously making a new low it suggested that upside moves should be considered as countertrend, making USD 17,991 the key resistance to follow. The current bid support we were seeing looked like it was due to the technical being oversold, rather than bullish. The upside move in the Nov contract failed to hold, resulting in price trading to a new low.

Source Bloomberg

- We have rolled into the December contract now. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side. A close on the 4-hour candle above USD 14,404 with the RSI at or above 32.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 17,493 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the current wave lower is greater than 161.8% than that of the previous wave, implying the downisde moves is bearish impulse. This would suggest that upside moves should be considered as countertrend, making USD 17,493 the key resistance to follow. The MA on the RSI does suggest that momentum remains weak at this point; however, the RSI is at 25, implying it is oversold, suggesting we could be a little overextended to the downside in the near-term.

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