

FIS Capesize Intraday

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Capesize Dec 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	13,7656	R1	14,125		RSI below 50
S2	13,000	R2			
S3	11,907	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below 8—21 period EMA's
- RSI is below 50 (39)
- Stochastic is overbought
- Price is below the daily pivot USD 14,633
- We remain bearish yesterday with the futures continuing to move higher in what looked like a countertrend move based on our Elliott wave analysis. Momentum was conflicting as the MA on the RSI warned that we could move higher in the near-term; however, the RSI was below 50 with the stochastic in overbought territory. If the RSI held below 50 then momentum would suggest we move lower. Key resistance remains unchanged at USD 17,422; we remained bearish below this level and neutral above. We maintain a cautious view on upside moves. The futures traded to a high of USD 15,250 before selling lower on the EU open. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are currently conflicting as the previous candle closed above the daily pivot level.
- A close on the 4-hour candle below USD 14,633 with the RSI at or below 33.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 13,765 will support a near-term bull argument, below this level we target the USD 13,000 fractal low. Upside moves that fail at or below USD 17,422 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, we continue to see a momentum conflict as the MA still suggests that momentum is supported; however, the RSI is below 50 with the stochastic overbought, supported by price moving lower. Intraday Elliott wave analysis would suggest that upside moves should be considered as countertrend at this point. Key support to follow is at USD 13,765.

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