

# FIS Capesize Intraday

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## Capesize Dec 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,750	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above 8—21 period EMA's
- RSI is above 50 (52)
- Stochastic is oversold
- Price is below the daily pivot USD 16,558
- We remained bearish with a neutral bias yesterday, if we closed below and held below the 55-period EMA it would warn that support levels would start to look vulnerable. Likewise, a move below USD 15,825 would also warn that the USD 15,095 support could be tested. Momentum was conflicting, as the MA on the RSI suggested that we were starting to weaken; however, the RSI was near neutral at 49 with the stochastic in oversold territory, implying we could be vulnerable to a move higher if the RSI went back above 50. If we held below 50, the stochastic would be considered as less relevant, as it is faster moving. Key near-term support to follow was at USD 15,825, if broken, the technical would suggest we continue to move lower. The futures traded to a low of USD 16,125 but failed to hold below the 55-period EMA, resulting in the RSI moving back above 50. Price is above all key moving averages (Just) with intraday price and momentum now conflicting.
- A close on the 4-hour candle above USD 16,558 with the RSI at or above 57.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 15,095 will support a near-term bull argument, below this level we target the USD 13,625 fractal support.
- Technically bearish with a neutral bias, we continue to see conflicts within the technical. The MA on the RSI suggests momentum weakness, but the RSI is back above 50 with the stochastic in oversold territory, meaning we are vulnerable to a move higher, providing the RSI holds above 50. We also have a small bullish rejection candle on the daily chart, if we close higher today, we could see resistance levels come under pressure. Countering this, the futures have moved lower on the back of a 5-wave pattern higher, that had a negative divergence in play on the lower timeframe, warning of technical weakness. If we trade below the low of yesterday's rejection candle (USD 16,125) then the USD 15,825 and USD 15,095 support levels will be vulnerable. Too many conflicts on the technical today, meaning we have a neutral view until we have some clarity.

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