

FIS Capesize Intraday

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

Capesize Dec 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	27,375	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 (80)
- Stochastic is overbought
- Price is above the daily pivot USD 23,633
- Technically bullish but in a corrective phase yesterday, we maintained our view that downside moves look like they should be countertrend. This is based on the recent high in the RSI and the intraday Elliott wave cycle. The MA on the RSI suggested that momentum remained supported, but the RSI was testing its average. If we started to close below the average it would warn that momentum is starting to weaken (as price and momentum will be aligned to the sell side), meaning support levels could potentially come under pressure in the near-term. A move below USD 18,751 would suggest that the probability of the futures trading to a new high will start to decrease, due to the depth of the pullback. The countertrend move held the RSI/MA support yesterday resulting in the futures reversing early losses to close the day on its highs. The downside rejection candle has resulted in another strong gap higher this morning, resulting in the RSI making new highs. This is in line with the technical on Monday afternoon that highlighted that the RSI on the index had moved above 64, warning that we had the potential for further upside, as this had historically been a powerful bull signal. 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 23,633 with the RSI at or below 71.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 19,950 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, momentum indicators and the intraday Elliott wave cycle continue to suggest that downside moves should be considered as countertrend, as we are seeing further wave extensions on the lower timeframes.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com