

FIS Capesize Intraday

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Capesize Jan 24 Morning Technical Comment – 240 Min (outright)



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,875	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is at 50
- Price is above the daily pivot USD 16,833
- We remained technically bullish with a neutral bias yesterday. The MA on the RSI implied that momentum was supported; however, the RSI was below its average, warning that momentum was potentially starting to weaken. The 55-period EMA was at 15,516, if we held above the average, it will support a near-term bull argument; likewise, if we close below and hold below it, then we could see support levels come under pressure. Key resistance remained unchanged at USD 19,072, a move above this level will put the futures back in bullish territory, warning that the USD 21,750 fractal high could be tested and broken. We are effectively unchanged yesterday with the futures consolidating (as highlighted on the chart). Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 16,833 with the RSI at or above 56 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. Upside moves that fail at or below USD 19,072 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 21,750 fractal high.
- Technically bullish the futures are now consolidating. This is not a diamond top, because it is obviously not at a top, for the same reason it is not an island reversal pattern, or a saucer bottom. For now, this will be known as a UFTP (unidentified Floating Technical Pattern), it is similar to a UFO, as I do not know what it is and could go anywhere! On a more serious note, it is a consolidation pattern that looks to have a neutral bias, a close outside of the pattern (that holds outside of it), should in theory give us near-term directional bias. The MA on the RSI is neutral, as is the stochastic, suggesting we should wait for a breakout.

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