

# FIS Capesize Intraday

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## Capesize April 24 Intraday Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	20,250	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 (66)
- Stochastic is overbought
- Price is above the daily pivot USD 19,000
- The downside move in the futures yesterday held the 55-period EMA resulting in the futures moving higher post index. The roll today (Rolling second month—April) has created a gap higher of over USD 3,000. Price is now above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 19,000 with the RSI at or below 53.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 17,025 will support a bull argument, below this level the technical will have a neutral bias, meaning that probability of the futures trading to a new high will have started to decrease.
- Technically bullish, the upside move due to the roll means that we have a negative divergence in play with the RSI, not a sell signal, it is a warning that we have the potential to see a momentum slowdown which will need to be monitored. However, this divergence is the function of the roll, meaning we could see the RSI move higher over the coming days if price remains elevated. From a technical perspective, there is a concern over the gap between the futures and the 55-period EMA (mean reversion gap), as it currently stands at 28%. This gap is warning that the futures either need to consolidate, giving the averages time to catch up, or move lower, to narrow the gap. For this reason, we are cautious on upside moves at this point.

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