

FIS Capesize Intraday

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Capesize Feb 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	11,725	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below 8—21 period EMA's
- RSI is below 50 (38)
- Stochastic is oversold
- Price is above the daily pivot USD 11,541
- Technically bearish yesterday, the new low on the open meant we had a positive divergence in play with the RSI, not a buy signal, it warned that we had the potential to see a momentum slowdown which needed to be monitored. A move above USD 14,068 would mean that the probability of the futures trading to a new low had started to decrease; likewise, if the divergence failed, it would warn that support levels could be tested and broken. The futures have found light bid support on the back of the divergence, resulting in a small move higher (USD 300). Price remains below all key moving averages with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 11,541 with the RSI at or above 44 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 14,068 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is flat, warning momentum is neutral, the divergence remains in play, warning sell side momentum could slowdown. For this reason, we are cautious on moves lower, as the futures are looking a little overextended to the downside at this point.

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