

FIS Capesize Intraday

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Capesize Feb 24 Mornina Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	12,125	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 (40)
- Stochastic is oversold
- Price is above/on the daily pivot USD 12,100
- Technically bearish yesterday, the MA on the RSI was flat, warning momentum was neutral. The divergence remained in play, warning sell side momentum could slowdown. For this reason, we were cautious on moves lower, as the futures were looking a little overextended to the downside. We had a small upside move yesterday with price slightly lower on the open this morning, we are now testing the 8-period EMA with the RSI below 50, intraday price and momentum continue to conflict.
- A close on the 4-hour candle above USD 12,100 with the RSI at or above 43.5 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. 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 we remain bearish with price finding bid support on the back of the positive divergence that we highlighted previously. The RSI is now testing its MA, if price and momentum become aligned to the buy side, then resistance levels could come under pressure. Upside moves above USD 14,068 will indicate that the probability of the futures trading to a new low will start to decrease. Due to the divergence in play, we continue to remain cautious on downside moves at this point.

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