

FIS Capesize Intraday

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Capesize Mar 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	17,625	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 (63)
- Stochastic is overbought
- Price is below the daily pivot USD 18,133
- Technically bullish yesterday due to the move higher on the back of the Roll into March, we were trading at a USD 3,000 premium to the index, time was on the futures side at this point; however, the move higher had created a large mean reversion gap with the moving averages, meaning we were vulnerable to a move lower, until the averages caught up. We noted that the 200-period daily MA was at USD 16,438, making this the first serious support to consider. The futures did see a small move higher yesterday; however, as noted in the close report, price was trading 33% above the 55-period EMA, meaning we were vulnerable to either a move lower or a consolidation phase until the averages caught up. Having traded to a high of USD 18,500 early on, the futures are now selling lower. We are above all key moving averages with the RSI above 50; however, price is now below the daily pivot level, meaning price and momentum are conflicting.
- A close on the 4-hour candle below USD 18,133 with the RSI at or below 51.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 14,040 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we remain cautious on upside moves as the mean reversion gap continues to warn that support levels are vulnerable at this point. If we close below and hold below the 200-period MA (USD 16,433), then it will warn that support levels could come under pressure. Likewise, if we hold above the average, and the 55-period EMA closes the reversion gap, then it will warn that there is buy side support back in the market.

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