

FIS Capesize Intraday

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Capesize Mar 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	20,625	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8–21 period EMA’s
- RSI is above 50 (60)
- Stochastic is overbought
- Price is below the daily pivot USD 21,333
- Technically bullish on Friday, we noted that a move above USD 22,325 would confirm we are on the 5th wave of this phase of the cycle, meaning we have the potential to trade as high as USD 26,475. However, a new high would create a negative divergence with the RSI, not a sell signal, it would warn that we could see a momentum slowdown which would need to be monitored. The futures have failed to make a new high with price seeing a small intraday pullback. We are now between the 8-21 period EMA’s with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 21,333 with the RSI at or above 67.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 15,510 will support a bull argument, below this level the technical will have a neutral bias.
- The futures are selling lower, this could be that the Elliott wave cycle has failed. However, volumes are low with China out due to the CNY. We must work on the basis that we remain in a corrective Elliott wave 4 at this point, suggesting the downside move has the potential to be countertrend at this point.