

FIS Capesize Intraday

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Capesize Mar 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,000	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Price is above/on the daily pivot USD 25,900
- Technically bullish with price moving lower whilst in divergence with the RSI yesterday, meaning we are cautious on upside moves. We had the weekly pivot level at USD 25,375; A close below this level on the daily chart would further weaken the technical. Likewise, if we held this level, and closed back above the daily pivot level, then we could see our upside target at USD 28,150 be tested and broken. The MA on the RSI implied that momentum was supported; however, we had a note of caution whilst below the daily pivot level. The futures traded to a low of USD 24,925 before finding light bid support on the close. We did close USD 50 below the USD 25,375 level, which is marginal and has been followed by the futures opening with bid support this morning. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the sell side, as the previous candle closed below the daily pivot level.
- A close on the 4-hour candle above USD 25,900 with the RSI at or above 68 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 22,925 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the RSI is below its MA; however, the average continues to warn that momentum is supported. As noted in the weekly technical yesterday, there is a lower timeframe wave cycle (18 min, so is less reliable) that is suggesting that we could have one more test to the upside. If we close on the daily chart above the weekly pivot level (USD 25,375) it will warn that the USD 27,875 fractal high could be tested and broken. We are bullish, we continue to have a cautious view on upside moves, as the pullback was on the back of a negative divergence; however, if the 18-min Elliott wave cycle comes into play, we should in theory test the USD 27,875 high.

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