

# FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Capesize April 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	32,925	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 (71)
- Stochastic is overbought
- Price is above the daily pivot USD 31,266
- Technically bullish yesterday, the roll confirmed that we were seeing a wave extension on both higher and lower timeframes, meaning downside moves should in theory be countertrend, both the larger and smaller cycle had extended. If we did trade below the USD 24,370 level, it would mean the probability of the futures trading to a new high had started to decrease, within this 'phase' of the Elliott wave cycle; warning that we could be entering a higher timeframe Elliott wave correction (countertrend). In theory, this would not be bearish for the longer-term technical. We noted that the 1-hour RSI was divergence, which needed to be monitored. For Elliott wave enthusiasts, we looked to be on a wave 3 of a higher timeframe wave 3. The futures traded to a low of USD 30,800 before opening with bid support today. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 31,266 with the RSI at or below 65.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 24,667 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures remain within the extended Elliott wave 3, implying that downside moves on the lower timeframe cycle should still be considered as countertrend. Like yesterday, the 1-hour RSI remains in divergence. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown which will need to be monitored. Key support is at USD 24,667, corrective moves below this level will mean the near-term cycle has a neutral bias, warning we could potentially be entering a higher timeframe wave 4. In theory, downside moves should hold above this level in the near-term.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)