

FIS Capesize Intraday

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Capesize April 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,125	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (38)
- Stochastic is oversold
- Price is below the daily pivot USD 28,875
- Technically bullish, the futures were at an inflection point as price was nearing the 55-period EMA (USD 31,039) whilst the RSI is testing its average. The MA on the RSI warned of momentum weakness whilst price was still below the weekly pivot level (USD 33,375), suggesting caution on upside moves. Price was supported, but we needed to see more to the upside to convince that the move was not countertrend. If we did trade below the USD 25,210 level, it would warn that we could be entering a higher timeframe corrective, meaning key support would drop to USD 20,837. The futures rejected the 55-period EMA whilst the RSI rejected its MA, resulting in price moving lower. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 28,875 with the RSI at or above 46 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 20,837 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 33,712 will leave the futures vulnerable to further tests to the downside, above this level the USD 37,750 fractal high will start to look vulnerable.
- Technically bullish (in term of the longer-term Elliott wave cycle), the futures are in a corrective wave 4 on a higher timeframe, meaning key support is at USD 20,837. If broken, then the probability of the futures trading to a new high will start to decrease. The MA on the RSI continues to warn that momentum remains weak at this point whilst price is below the weekly pivot level (USD 30,291). The RSI is making new lows but the stochastic is in divergence as is our MACD on a lower timeframe, not a but signal it is a warning that we could see a momentum slowdown which will need to be monitored.

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