

FIS Capesize Intraday

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Capesize May 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	25,885	R1	27,291		
S2	23,800	R2	30,407		
S3	20,837	R3	32,155		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is at 50 (50)
- Stochastic is above 50
- Price is below the daily pivot USD 27,291
- Technically we were still bearish on Thursday, with the MA on the RSI implying momentum was supported. Key resistance was at USD 30,407, we noted that if we traded above USD 31,250, it would break a fractal resistance, suggesting we could potentially trade to new highs. If the futures held above the 55-period EMA (USD 27,020), it would further support a bull argument. The technical warned that price could move higher, the RSI high suggested that support levels should hold if tested in the near-term, implying resistance levels are vulnerable. Having traded to a high of USD 28,625 the futures have entered a small corrective phase. We are trading on the 8-period EMA with the RSI neutral at 50, intraday price and momentum conflicting.
- A close on the 4-hour candle below USD 27,291 with the RSI at or below 48 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. Upside moves that fail at or below USD 30,407 will leave the futures vulnerable to further tests to the downside, above this level the USD 35,125 – USD 37,750 resistance levels will start to look vulnerable. Likewise, downside moves that hold at or above USD 23,800 will support a near-term bull argument.
- The longer-term technical remains bearish with price now trading on the 55-period EMA (USD 27,038), meaning we are at an inflection point, we are trading around the average having failed to hold above/below it. If we hold above the average, then we could see resistance levels come under pressure; likewise, if close below it then we could test the USD 23,800 support. The MA on the RSI is implying that momentum is supported, but the RSI is now testing the average, if price and momentum become aligned to the sell side it will weaken the intraday technical. The recent high on the RSI (11/04) is warning that downside moves have the potential to be countertrend. There are mixed signals in the technical as it is at an inflection point; however, the recent high on the RSI is implying caution on moves lower in the near-term.

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