

# FIS Capesize Intraday

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

## Capesize May 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	28,350	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 (53)
- Stochastic is overbought
- Price is below the daily pivot USD 28,833
- Technically bearish yesterday on the longer-term technical. The futures were again testing the RSI resistance and the top of the triangle pattern. We maintained a cautious view on upside moves due to the RSI/triangle resistance, we also had a negative divergence with the RSI on the lower timeframe. However, we held above the weekly pivot (USD 26,500) and 55-period EMA yesterday, with price testing resistance for the 4th time, meaning we have a pressure point situation forming. This is warning that if we broke and held, we could be vulnerable to a sharp move higher, if this happened the divergence could all fail. We are cautious on upside moves, but conscious that we could 'pop' higher if we held a breakout. The futures failed to move higher with price trading back below the resistance line. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum is conflicting.
- A close on the 4-hour candle below USD 28,833 with the RSI at or below 51 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.
- Technically bearish, the futures have failed to hold above the resistance line highlighted on the chart. The 1-and-2-hour RSIs are divergence, warning upside breakouts could struggle to hold. Due to the divergence, the futures are not considered a technical at these levels, implying support levels are vulnerable. A close on the daily chart below the weekly pivot level (USD 26,500) will warn that sell side pressure is increasing.

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)