

FIS Capesize Intraday

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Capesize May 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,500	RSI below 50	Stochastic oversold
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA’s
- RSI is below 50 (47)
- Stochastic is oversold
- Price is below the daily pivot USD 27,558
- Technically bearish yesterday, the futures had failed to hold above the resistance line highlighted on the chart. The 1-and-2-hour RSIs were divergence, warning upside breakouts could struggle to hold. Due to the divergence, the futures were not considered a technical buy at these levels, implying support levels were vulnerable. A close on the daily chart below the weekly pivot level (USD 26,500) will warn that sell side pressure is increasing. The futures have sold lower with price now below the 8-21 period EMA’s with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 27,558 with the RSI at or below 55 will mean price and momentum are aligned to the buyside. 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 are now testing the trend support on the triangle pattern highlighted (USD 26,370), a close below that holds below this level will warn that USD 25,885 and USD 23,800 support levels could be tested and broken. The technical condition has weakened with support levels looking vulnerable; however, like the upside move that failed trend resistance, we are now testing a trend support. The futures are not a technical sell whilst we remain on the line, meaning this market is neutral until it has made a directional commitment.

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