

FIS Capesize Intraday

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Capesize May 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,150	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 (42)
- Stochastic is oversold
- Price is below the daily pivot USD 27,083
- Technically bearish on Friday, the futures were testing the trend support on the triangle pattern highlighted (USD 26,370), a close below that held below this level would warn that USD 25,885 and USD 23,800 support levels could be tested and broken. The technical condition had weakened with support levels looking vulnerable; however, like the upside move that failed trend resistance, we were testing a trend support. The futures are not a technical sell whilst we remained on the line, meaning this market was neutral until it had made a directional commitment. Having held the trend support on Friday, the futures sold lower this morning. We are 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 27,083 with the RSI at or above 53 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 (rejected), 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 MA on the RSI is moving lower, implying momentum is weak at this point. The RSI has broken support, warning upside moves look like they could be countertrend in the near-term. The futures have opened below the weekly pivot level (USD 27,608) with price also below the daily pivot, warning that the 200-period MA (USD 24,616) could be tested and broken. Previously we noted that this was a key support level due to the rising average; however, having broken the triangle pattern to the sell side, alongside weakening momentum, it is suggesting that the average could now fail.

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