

FIS Capesize Intraday

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Capesize May 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	23,800	R1	25,333	RSI below 50	Stochastic oversold
S2	22,855	R2	27,608		
S3	20,837	R3	29,325		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA’s
- RSI is below 50 (41)
- Stochastic is oversold
- Price is below the daily pivot USD 25,333
- Technically bearish yesterday, the MA on the RSI was moving lower, implying momentum was weak. The RSI had broken support, warning upside moves looked like they could be countertrend in the near-term. The futures had 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 suggested that the average could now fail. The futures have seen a small move lower with price now testing the 200-period MA (USD 24,807 today). We remain 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 25,333 with the RSI at or above 50 will mean price and momentum are 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 (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.
- Unchanged on the technical from yesterday, we remain below the weekly and daily pivot level whilst the MA on the RSI is warning that momentum is weak. We are seeing a defense of the 200-period EMA on the intraday; however, mased on the momentum, pivots, and the breakout from the triangle pattern, we maintain our view that the 200-period average could fail here. If we hold, we target the trend resistance at USD 26,727.

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