

# 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	24,125	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 (39)
- Stochastic is oversold
- Price is below the daily pivot USD 24,141
- Technically bearish yesterday, the futures were below the 200-period MA (USD 25,089) with price trading below the USD 23,995 support. Both suggested that the technical condition was weakening. The RSI had rejected its MA with the average continuing to imply that momentum was weak, warning that the USD 23,500 fractal support could be tested and broken. We noted that there was a positive divergence with the RSI on the 1-hour technical, warning we could see a momentum slowdown. This was not a buy signal, but it needed to be monitored. If the futures started to close above and hold above the 200-period MA, then market sellers should act with caution, as this would warn that there was underlying support in the market.
- We traded to a low of USD 23,625 with price now starting to consolidate just above the lows. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 24,141 with the RSI at or above 44.5 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.
- Technically bearish, the MA on the RSI is warning that momentum remains weak. However, the futures are starting to find light bid support on the back of the 1-hour divergence, suggesting caution on downside moves at this point. As noted yesterday, if the futures start to close back above and hold above the 200-period MA (USD 25,241), it will warn that there is an underlying support in the market.

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