

FIS Capesize Intraday

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Capesize June 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	24,500	R1	27,750	RSI above 50		
S2	22,516	R2				30,407
S3	21,675	R3				32,155

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Price is above the daily pivot USD 22,516
- Technically bearish, the downside move on the open yesterday meant that the 1-hour divergence had failed. Price was below both the daily and weekly pivot levels with the 1-hour RSI making new lows, suggesting intraday upside moves had the potential to be countertrend in the very near-term. The MA on the RSI continued to warn of momentum weakness. Countering this, the 4-hour RSI was on support, if broken the USD 21,250 low could be tested and broken. Technically bearish, we were on support, but it looked like upside moves could be countertrend in the near-term, suggesting there was further downside within this corrective cycle.
- The RSI held support resulting in the May contract basing yesterday, before moving higher this morning. We have now rolled into the June contract which has created an upside gap in the futures. Price is above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 22,516 with the RSI at or below USD 39 will mean it is aligned to the sell 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 technical will have a neutral bias.
- Technically we remain bearish, the upside move on the back of the futures roll has resulted in the USD 26,799 resistance being broken. In theory this would suggest that the probability of the futures trading to a new low has started to decrease, implying resistance levels are starting to look vulnerable. We are currently trading on the old trend support (trend resistance USD 27,562, current price USD 27,750), if we can close above and old above the line it will further support a buyer's argument. Likewise, a rejection of the trend resistance would suggest caution. The roll has distorted the price action, nonetheless, we are above the weekly pivot level having broken a key resistance, suggesting caution on downside moves at this point.

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