

FIS Capesize Intraday

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Capesize June 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	29,500	29,900	RSI above 50	Stochastic overbought
S2	28,750			
S3	24,650			
	R1	27,666		
	R2	27,844		
	R3	29,325		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (61)
- Stochastic is overbought
- Price is above the daily pivot USD 29,500
- Technically bearish yesterday, the MA on the RSI continued to suggest that momentum was supported. The futures were testing the resistance area that had formed between 28/03 – 17-04, causing the upside move yesterday to slow. We noted that a close above that held above the USD 29,325 level would suggest that the USD 30,407 resistance would be tested and broken. Momentum had been distorted by the move higher on the roll, making them less reliable, but it did mean that the 4-hour RSI was testing resistance whilst the 1-hour was in divergence. In theory this warned that we could see an intraday pull-back from the USD 29,25 level. However, as previously noted, there were bullish variable in the market that indicated we had support at lower level, implying caution on downside moves.
- The futures move higher post index with price breaching the USD 30,407 resistance on the open this morning. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 29,500 with the RSI at or below 53 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 24,650 will support a near-term bull argument, below this level support level will start to look vulnerable.
- Technically bearish, we now have a neutral bias. The probability of the futures trading to a new low has started to decrease. The MA on the RSI continues to warn that momentum is supported; however, we are still seeing a divergence on the 1-hour RSI, warning we could see a momentum slowdown. Price is above the USD 29,325 – USD 28,750 support zone (previous resistance), a close below this level will warn we could see an intraday technical pullback.

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