

# FIS Capesize Intraday

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## Capesize June 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	25,746	R1	28,625	Stochastic oversold	RSI below 50
S2	24,237	R2	29,694		
S3	21,675	R3	31,133		

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Price is below the daily pivot level (USD 28,625)
- Technically bullish with price still in a corrective phase yesterday, the weekly rejection candle had warning that the USD 28,750 support could be tested and broken. However, we had the 55-period EMA at USD 28,255 and the 200-period average at USD 27,305, implying we had key supports at lower levels. Intraday Elliott wave analysis did suggest that downside moves look like they could be countertrend, making USD 25,746 the key level to follow. If broken, then the probability of the futures trading to a new high will start to decrease. A conflicting technical due to the weekly rejection candle and weekly pivot point, as they countered the wave cycle and medium to long term MA's. We maintained our view that the downside move looks to be countertrend; however, we noted that there looked like there could be further downside within the corrective phase in the near-term.
- The futures have continued to sell lower with Below the 8-21 and 55 period EMA's whilst the RSI is below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 28,625 with the RSI at or above 57 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 25,746 will support a bull argument, below this level support level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 31,474 will leave the futures vulnerable to further tests to the downside.
- Technically bullish but in a corrective phase. The conflicting indicators between the weekly rejection candle and weekly pivot level against the intraday RSI high had suggested that there looked to be further downside within the corrective phase. Having sold USD 1,750 lower, we are now testing the 200-period MA at USD 27,300; this is a benchmark average. A close below that holds below this level will warn that the USD 27,546 support could be tested and broken, if it is, then the probability of the futures trading to a new high will start to decrease. Conversely, if we hold above this level, and start to produce bullish closes above the 55-period EMA (USD 28,215), it will warn that the Fibonacci resistance zone could come under pressure. The MA on the RSI is warning that momentum remains weak at this point. The technical is in balance, focus should be on how the futures react to the 200-period average.

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