

FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Capesize June 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,250	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is below the daily pivot level (USD 26,291)
- Technically bullish but in a corrective phase, we remained above the USD 25,746 support, below this level the probability of the futures trading to a new high would start to decrease. The close below the 200-period MA warned that key support could be tested and broken; however, if we held support and close back above the average, we still had the potential to move higher. We noted that both the Panamax and Supramax had broken key support, whilst the MA on the RSI indicated that momentum remained weak. It looks to be a case of when, not if the support would fall, based on the information on the technical and the other sectors.
- The futures traded below the USD 25,746 support on the open before finding light bid support. 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 26,291 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 30,853 will leave the futures vulnerable to further tests to the downside.
- Technically bullish, we now have a neutral bias due to the move below the USD 25,746 support, the probability of the futures trading to a new high within this phase of the cycle has started to decrease. This would suggest that upside moves now look like they could be countertrend. The MA on the RSI continues to suggest that momentum is weak at this point. Note: on the 1-hour chart our MACD is starting to show a positive divergence, warning near-term sell side momentum is starting to slow.

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