

FIS Capesize Intraday

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Capesize June 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,800		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is above 50
- Price is below the daily pivot level USD 27,316
- Technically bearish yesterday, the futures rolled over to the sell side on the open with price trading below the weekly pivot level (USD 27,850). A close below this level on the daily chart would indicate that sell side pressure was increasing. If price and momentum became aligned to the sell side, then support levels would start to look vulnerable. Due to the breach in the USD 25,746 support last week, we maintained a cautious view on upside moves, as the probability of price trading to a new high had started to decrease.
- The futures traded to a low of USD 26,250 before finding light bid support. We remain 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 27,316 with the RSI at or above 48.5 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 bearish, the MA on the RSI is flat, implying momentum is neutral. However, the close below the weekly pivot level yesterday (USD 28,750) warns that sell side pressure is increasing. A close back above this level would suggest caution, as it implies that buy side support is entering the market. As noted previously, the depth of the pullback means that the probability of the futures trading to a new high has started to decrease, leaving resistance levels vulnerable. We remain cautious on upside moves at this point, making USD 28,750 the key near-term resistance to follow.

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