

FIS Capesize Intraday

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Capesize July 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,925		Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (44)
- Stochastic is overbought
- Price is below the daily pivot level USD 25,425
- Technically bearish but with a neutral bias yesterday, the probability of the futures trading to a new low had started to decrease. The MA on the RSI implied that we were starting to see momentum support, whilst the close above USD 24,750 suggests that the USD 26,750 fractal high was likely to be tested and broken in the coming days. At this point, the intraday technical would be bullish. Due to the daily close, and the move above USD 25,135, we were cautious on downside moves.
- Having traded to a high of USD 26,250 yesterday morning, the futures had a light pullback post index to close at USD 25,400. However, selling pressure has increased on the open this morning resulting in the futures moving below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 24,425 with the RSI at or below 41.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 23,445 will support a near-term bull argument, if broken, then the USD 22,000 fractal low will start to look vulnerable.
- Technically bearish with a neutral bias, the futures are selling lower again today with the RSI above to test its EMA support, if broken the USD 23,445 level could fail, putting the technical back into bearish territory. If we close on the daily candle below the low of the last dominant bull candle (USD 22,750) it will warn that the USD 22,000 fractal support could come under pressure. However, we have a note of caution on downside moves to new lows, as we have the 200-period Weekly MA at USD 22,004, and the daily at USD 21,280, these are benchmark moving averages suggesting caution around these levels as it could attract longer-term market buyers. Market bulls will want to see the futures close the day above USD 24,136, if we don't it will indicate sell side pressure is increasing on the daily time frame.

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