

FIS Capesize Intraday

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Capesize July 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	23,850		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (44)
- Stochastic is at 50
- Price is below the daily pivot level USD 25,341
- Technically bearish with a neutral bias on Friday, the futures were selling lower with the RSI about to test its EMA support, if broken then the USD 23,445 level could fail, putting the technical back into bearish territory. If we closed on the daily candle below the low of the last dominant bull candle (USD 22,750) it would warn that the USD 22,000 fractal support could come under pressure. However, we had a note of caution on downside moves to new lows, as we had the 200-period Weekly MA at USD 22,004, and the daily at USD 21,280, these were benchmark moving averages, suggesting caution around these levels as it could attract longer-term market buyers. Market bulls would want to see the futures close the day above USD 24,136, if we didn't it would indicate sell side pressure was increasing on the daily time frame.
- The futures consolidated for the rest of the session; however, the futures have seen light selling pressure on the open. We are below all key intraday moving averages with the RSI below 50, price and momentum are conflicting.
- A close on the 4-hour candle below USD 24,341 with the RSI at or below 43 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.
- Unchanged on the technical this morning, we remain bearish with a neutral bias, the MA on the RSI is implying momentum is supported with the RSI still holding above its MA. Below USD 23,445 the futures will be back in bearish territory, warning the USD 22,000 fractal low could be tested and broken. However, we remain cautious on downside breakouts to new lows due to the daily and weekly 200-period MA's (USD 21,329 – USD 22,027). If we close on the daily candle above the weekly pivot level (USD 24,141), it will warn that there is underlying support in the market, whilst a close above USD 24,700 will indicate buy side pressure is increasing. USD 23,445 is looking like an inflection point for the next near-term move.

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