

FIS Capesize Intraday

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Capesize July 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	24,533	R1	24,875		RSI below 50
S2	23,445	R2			
S3	22,000	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is below 50 (49)
- Stochastic is below 50
- Price is above the daily pivot level USD 24,533
- Unchanged on the technical yesterday, we remained bearish with a neutral bias, the MA on the RSI implied momentum was supported with the RSI still holding above its MA. Below USD 23,445 the futures would be back in bearish territory, warning the USD 22,000 fractal low could be tested and broken. However, we remained 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 closed on the daily candle above the weekly pivot level (USD 24,141), it would warn that there was underlying support in the market, whilst a close above USD 24,700 would indicate that buyside pressure was increasing. USD 23,445 was looking like an inflection point for the next near-term move.
- The futures closed above the weekly pivot and the USD 24,700 level (closed USD 24,875). Price is above the 8-21 period EMA's with the RSI near-neutral at 49, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 24,533 with the RSI at or below 46 will mean price and momentum are aligned to the sell 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.
- A bull close yesterday resulted in the futures trading to a high of USD 25,375 on the open; however, we have seen market bids pull back, resulting in price rejecting (in the process of) the 55-period EMA (USD 25,160). The MA on the RSI is indicating that momentum is supported with price holding above the weekly pivot level (USD 24,141). We are now flat to yesterday's close (USD 24,875), if we close on the 4-hour candle below this level we could see support levels come under pressure in the near-term; if we hold above it, then we should test the 55-period average again. The probability of the futures trading to a new low has started to decrease based key upside resistance being broken previously, plus we have held above the USD 23,445 support, implying resistance levels remain vulnerable.

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