

FIS Capesize Intraday

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Capesize August 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,500	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (51)
- Stochastic is overbought
- Price is above the daily pivot level USD 25,308
- Technically bearish with a neutral bias yesterday. The MA on the RSI was flat, implying momentum is neutral. The futures had traded up to but not above the USD 26,250 fractal resistance but rejected the 200-period MA (USD 26,153), resulting in price trading back below the 55-period EMA (USD 25,266). The probability of the futures trading to a new low had started to decrease; however, the rejection of the 200-period MA is warning that support levels could come back under pressure. Near-term price action was weakening, but we continued to remain cautious on downside moves due to the trend support and higher timeframe longer term MAs at lower levels (USD 22,674 – USD 22,083). We maintained our view that we need to see a daily close above USD 27,000 to confirm that buy-side pressure is increasing, as this is the high of the last dominant bear candle.
- The futures have held above the USD 24,472 support, resulting in a small move higher today. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 25,308 with the RSI at or below 47 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 24,472 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Unchanged on the technical, we remain bearish with a neutral bias, the MA on the RSI is implying we have light momentum support. We remain cautious on downside moves due to trend support and the higher timeframe MAs. We have now spent 33 of the last 38 days closing between USD 27,075 – USD 24,625, meaning price action is neutral.

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