

# FIS Capesize Intraday

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## Capesize Sep 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	24,500	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is overbought
- Price is above the daily pivot level USD 23,291
- Technically bearish yesterday, the depth of the move lower meant that we had seen an Elliott wave extension to the downside, implying upside moves looked like they should be countertrend. However, although the financials had been selling the August heavily, they had failed in keeping the Sep contract below the USD 23,373 resistance, meaning the probability of the futures trading to a new low had started to decrease, the technical had a neutral bias. Downside moves that held at or above USD 21,058 would support a near-term bull argument, making this the key level to follow, if broken, then the futures would be back in bearish territory.
- Little price movement this morning with the futures trading within USD 50 of yesterday's values. We are above the 8-21 period EMA's with the RSI near-neutral at 51, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 23,491 with the RSI at or below 36 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 21,124 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish, the MA on the RSI is indicating that momentum was supported. The futures were finding resistance at the old support area (USD 23,575 – USD 23,625), a close above that held above this area would further support a buyer's argument. However, a rejection candle would warn that the USD 21,124 support could come under pressure. The roll in the futures has created indecision in the market, meaning the futures lack directional clarity.
- Sideways action yesterday; however, we have opened above the 55-period EMA with price trading above the resistance zone highlighted yesterday. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy side.

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