

FIS Capesize Intraday

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Capesize Sep 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,425	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (58)
- Stochastic is above 50
- Price is above the daily pivot level USD 24,995
- Technically bullish yesterday, the futures had entered a corrective phase, the MA on the RSI was flattening, implying momentum was neutral. A dark cover candle pattern on the daily chart previously warned that sell side pressure was starting to increase, a close on the daily candle below USD 24,000 would indicate momentum weakness (based on price) on the higher timeframe was increasing. Bullish but in a corrective phase, we noted could move lower in the near-term due to the dark cloud cover candle pattern.
- The futures traded to a low of USD 24,375 before finding bid support post index. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 24,995 with the RSI at or below 53.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 21,915 will support a longer-term bull argument, below this level the technical will have a neutral bias, meaning that the probability of the futures trading to a new high will start to decrease.
- Technically bullish, we are back where we were on Wednesday morning. The Futures are testing the 200-period MA (USD 25,448), a close above that holds above the average will further support a bull argument. Likewise, a rejection of the average will leave the futures vulnerable to a technical pullback. The RSI is approaching a resistance zone, meaning we could have a negative divergence in play if we trade above the USD 25,875 high, warning upside moves could struggle to hold. For this reason, we are cautious on upside moves whilst the average and potential divergence are in play.

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