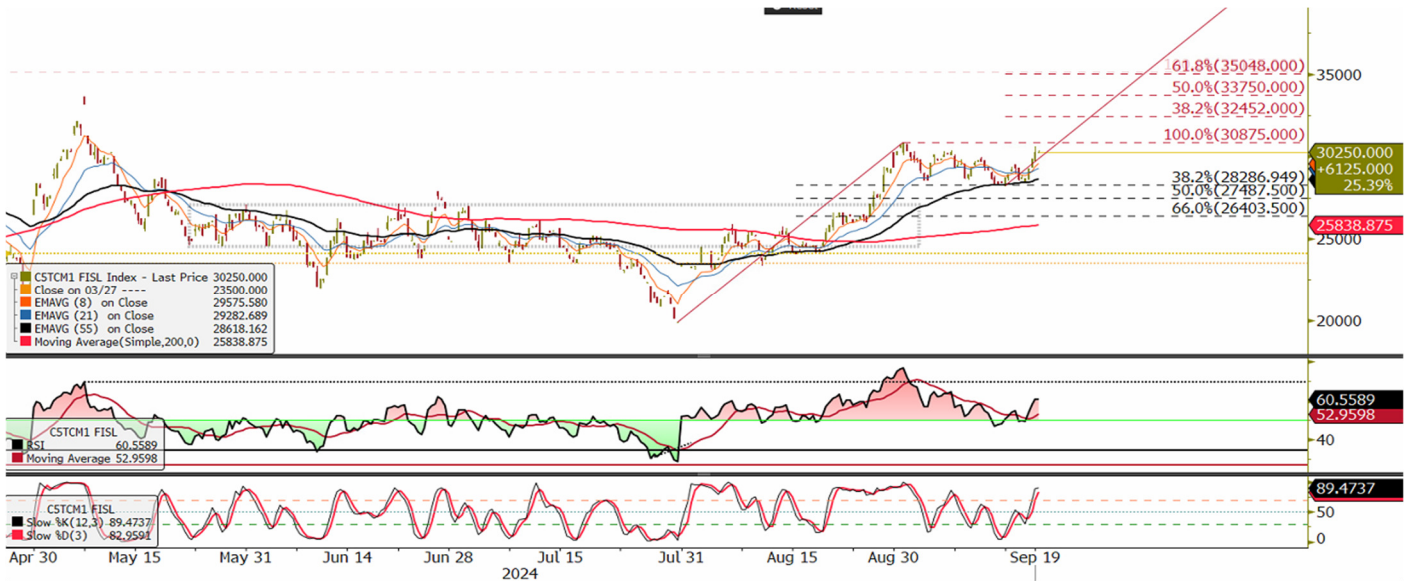


# FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Capesize Oct 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	28,286	R1	30,058	RSI above 50	
S2	27,487	R2	30,875		
S3	26,403	R3	32,452		

### Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is above 50
- Price is below the daily pivot level USD 30,058
- Technically bullish yesterday, the MA on the RSI indicated that momentum was supported. The move above USD 29,950 suggested that we should test and trade above the USD 30,875 fractal high. Our intraday Elliott wave analysis implied that if we did trade above fractal resistance, then in theory we had a potential upside target at USD 35,048. However, a new high would create a negative divergence with the RSI, not a sell signal it warned that we had the potential to see a momentum slowdown above USD 30,875. We had a note of caution on upside breakouts, as lower timeframe momentum indicators suggested that unless we had some form of Elliott wave extension, upside breakouts could struggle to hold.
- The futures traded to a high of USD 30,625 before selling lower post index, resulting in a bearish rejection candle on the daily chart. We noted in the close report that we could see a move lower this morning due to the rejection candle; however, the futures have failed to trade to a new high, implying the move is still potentially countertrend. We are lower this morning with price between the EMA resistance band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 30,058 with the RSI at or below 52 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 56.5 will mean it is aligned to the buy side. Downside moves that hold at or above USD 26,403 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying that we have light momentum support; however, the RSI is trying to cross the average, warning it is potentially about to weaken. We remain cautious on upside breakouts above USD 30,865, but maintain our view that for cycle completion, we do need to trade above this level. If we do trade below USD 26,403, then the probability of the futures trading to a new high will start to decrease.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)