

# FIS Capesize Intraday

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## Capesize Oct 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	31,825	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 (68)
- Stochastic is overbought
- Price is above the daily pivot level USD 30,375
- Unchanged on the technical yesterday. We maintained our view that downside moves should be considered as countertrend; however, above USD 30,875 the futures would be in divergence with the RSI. Not a sell signal, it warned that we could see a momentum slowdown, implying caution on upside breakouts, as they could struggle to hold.
- The futures remained supported yesterday, before gapping higher on the open this morning. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 30,375 with the RSI at or below 55 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 29,423 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we are now on the Elliott Wave 5 having traded above the USD 30,875 fractal high, meaning we have a potential upside target as high as USD 35,048 for this phase of the cycle. The MA on the RSI is implying we have light momentum support; however, the futures are now in divergence with the RSI. Not a sell signal, it is a warning that we could see a momentum slowdown which will need to be monitored. If we do trade below the USD 29,423 level, then the probability of the futures trading to a new high will start to decrease. A cautious bull due to the divergence in play.

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