

FIS Capesize Intraday

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Capesize Nov 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,375	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot level USD 27,283
- Unchanged on the technical again on Friday. We maintained our view that upside moves were considered as countertrend; however, we had a note of caution on downside moves whilst trading just above the 200-period MA. A move above USD 30,107 would warn that the probability of the futures trading to a new low had started to decrease.
- The upside move in the futures failed to hold, resulting in price selling below the 200-period MA (USD 26,458) on the open this morning; however, we are yet to close below it. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 27,283 with the RSI at or above 40.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 29,962 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are below the 200-period MA, if we close below and hold below it, then we have the potential to trade as low as USD 24,286 within this phase of the cycle. However, the RSI is in divergence on the 1-and-4-hour timeframes, suggesting caution on downside moves at these levels. Upside moves that fail at or below USD 29,962 will warn that there is a larger, bearish Elliott wave cycle in play. A cautious bear due to the divergence in play.

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