

FIS Capesize Intraday

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

Capesize Nov 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	24,900	R1	25,775	Stochastic oversold	RSI below 50
S2	24,286	R2	27,703		
S3	23,995	R3	28,500		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (29)
- Stochastic is oversold
- Price is below the daily pivot level USD 25,775
- Technically bearish on Monday, we noted that the futures were below the 200-period MA, if we closed below and held below it, then we had the potential to trade as low as USD 24,286 within this phase of the cycle. However, the RSI was in divergence on the 1-and-4-hour timeframes, suggesting caution on downside moves. Upside moves that failed at or below USD 29,962 would warn that there was a larger, bearish Elliott wave cycle in play. A cautious bear due to the divergence in play.
- The futures sold to a low of USD 25,125 yesterday with price remaining near its lows this morning. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 25,775 with the RSI at or above 37.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 29,580 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the 4-hour divergence has failed; however, the 1-hour divergence remains in play. We are now back trading in the consolidation zone that formed between Jun and August, whilst faster moving momentum indicators are oversold, we also have the daily 200-period MA at USD 24,834. Intraday Elliott wave analysis does suggest that upside moves have the potential to be countertrend; however, we now have three separate variables suggesting caution on downside moves. For this reason, the futures are not considered a technical sell at these levels.

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