

FIS Capesize Intraday

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Capesize Nov 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,125		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (35)
- Stochastic is at 50
- Price is below the daily pivot level USD 26,000
- Technically bearish on Friday, the MA on the RSI implied that we had light momentum support. The futures were approaching the 200-period MA (USD 26,502), a close above that held above this level would warn that the Fibonacci resistance zone could come under pressure, a rejection of the average would leave support levels vulnerable. Key resistance remained unchanged at USD 29,580, a move above this level would warn that the probability of the futures trading to a new low would start to decrease. In theory, our intraday Elliott wave analysis suggested that the move higher looked like it would be countertrend. However, with a Chinese policy meeting on Saturday, we did have a note of caution, as this could potentially change the psychological footprint of the market to bullish.
- The futures have rejected the 200-period MA (USD 26,516) resulting in price selling lower on the open. 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 below USD 26,000 with the RSI below 32 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean they are aligned to the buy side. Upside moves that fail at or below USD 29,554 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying that we have light momentum support. The rejection of the 200-period MA would suggest that the USD 25,505 fractal low will be tested and broken. However, below this level the futures will be in divergence with the RSI; not a buy signal, it is a warning that we could see a momentum slowdown. For this reason, the futures are not considered at technical sell at these levels.

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