

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	20,896	R1	22,150	Stochastic oversold	RSI below 50
S2	19,086	R2			
S3	17,100	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (23)
- Stochastic is oversold
- Price is below the daily pivot level USD 24,891
- Technically bearish yesterday, the MA on the RSI implied that we had light momentum support. The rejection of the 200-period MA suggested that the USD 25,505 fractal low would be tested and broken. However, below this level the futures would 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.
- The futures have continued to sell lower with price trading below the USD 23,955 support highlighted in the weekly technical yesterday. This means that the probability of their being a higher timeframe Elliott wave cycle in play has decreased. 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 24,891 with the RSI above 35.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 28,568 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the divergence failure yesterday is signalling that we are seeing an Elliott wave extension to the downside, meaning upside moves should be considered as countertrend. The move below USD 23,995 supports this, as the probability of there being a larger, bullish wave cycle in play has now decreased. A close on the 4-hour candle above the high of the last dominant intraday bear candle (USD 23,800), will warn that buyside pressure (based on price) is increasing.

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