

FIS Capesize Intraday

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Capesize Dec 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	21,108	22,125	RSI above 50	Stochastic overbought
S2	19,358			
S3	17,300			
	R1	22,867		
	R2	24,587		
	R3	26,919		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Price is above the daily pivot level USD 21,108
- Technically bearish yesterday, the MA on the RSI indicated that momentum was supported. The futures were moving higher on the back of the positive divergence with the RSI, warning resistance levels could come under pressure in the near-term. However, our intraday Elliott wave analysis suggested that upside moves looked like they could be countertrend, making USD 26,919 the key resistance to follow. If we did trade above this level, then the probability of the futures trading to a new low would start to decrease.
- The futures continue to move higher on the back of the divergence with price now approaching the Fibonacci resistance zone. Price is above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 21,108 with the RSI at or below 45 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 26,962 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying that momentum is supported at this point; however, as noted previously, our intraday Elliott wave analysis is suggesting that the upside move looks like it could be countertrend. The futures are now approaching the resistance zone, meaning we now have a note of caution on moves higher at these levels, as we are approaching an area that could attract market sellers.

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