

FIS Capesize Intraday

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Capesize Dec 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,200	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA’s
- RSI is above 50 (61)
- Stochastic is overbought
- Price is below the daily pivot level USD 26,375
- Technically bearish with a neutral bias yesterday, the probability of the futures trading to a new low had started to decrease, whilst the MA on the RSI is indicating that momentum was supported. In theory, this suggested we move higher, as did the break in key resistance. However, I noted that although I am not an expert on Parabolic trend lines (at all), we did have a curved trend line with price on the wrong side of it. To be clear, this was not a sell signal, but it did warn that buyside momentum could be exhausting, suggesting caution on upside moves at those levels. We noted that it could be that the trend would just re-adjust (correct then move higher – it is intraday), as we had momentum support. If we see a close on the 4-hour candle below USD 26,341 it will warn that momentum based was showing signs of weakness.
- The futures have seen a small move lower on the back of the parabolic trend break. We are between the 8-21 period EMA’s with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 26,375 with the RSI at or above 68.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 20,810 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, as noted yesterday, the probability of the futures trading to a new low has started to decrease. However, we are selling lower on the parabolic trend break, whilst faster moving oscillators on the daily chart are suggesting caution on moves higher at this point, as upside breakouts above USD 27,625 look like they could struggle to hold. Light bid support on the open failed to hold, resulting in price trading below the previous days close on the open, warning we could test the USD 24,691 intraday volatility support band in the near-term.

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