

FIS Capesize Intraday

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Capesize Dec 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	21,950	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot level USD 23,433
- Technically bearish on Wednesday, the MA on the RSI indicated that momentum remained weak, we were approaching but remained below the 200-period MA (USD 25,649), we were also below the daily 200-period MA (USD 26,025). If we rejected these two averages, then support levels would look vulnerable; likewise, a close above that holds above them will warn that buy-side pressure is increasing. As noted previously, we had a note of caution on upside moves, as the RSI broke support on the move lower.
- The futures rejected the longer period averages, resulting in another move lower. 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 23,433 with the RSI at or above 51 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 20,853 will warn that there is potentially a larger, bullish Elliott wave cycle in play. Likewise, upside moves that fail at or below USD 25,700 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 momentum is weak. However, faster moving oscillators are starting to look overextended to the downside, implying caution on moves lower at these levels. However, if we do trade below USD 20,853, then the probability of there being a larger bullish Elliott wave cycle in play will start to decrease. Intraday Elliott wave analysis continues to suggest caution on upside moves, as they could struggle to hold.

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