

FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Capesize Dec 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	22,925	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8–21 period EMA’s
- RSI is below 50 (46)
- Stochastic is oversold
- Price is below the daily pivot level USD 22,325
- Technically bearish yesterday, the MA on the RSI was starting to flatten a little, implying we now had light momentum weakness. The futures were finding bid support on the oversold momentum highlighted last week; however, lower timeframe Elliott wave analysis (on the corrective move lower), continued to warn that upside moves look like they could be countertrend, making USD 25,530 the key resistance to follow. Above this level the probability of the futures trading to a new low would start to decrease.
- The futures traded higher yesterday on the oversold momentum highlighted on Friday. Price is between the 8-21 period EMA’s with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 22,325 with the RSI at or above 47.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 43 will mean it is aligned to the sell 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. Upside moves that fail at or below USD 25,530 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 now flat, implying momentum is neutral. As noted previously, lower timeframe Elliott wave analysis suggests that upside moves look like they could be countertrend, making USD 25,530 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease. We maintain a cautious view on upside moves based on our Elliott wave analysis.

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