

FIS Capesize Intraday

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Capesize Jan 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	10,100	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 (37)
- Stochastic is oversold
- Price is below the daily pivot level USD 10,358
- Unchanged on the technical again yesterday. We remained bearish with the MA on the RSI implying that momentum was supported. Below USD 9,600 the futures would be in divergence with the RSI, warning sell side momentum could slow down, meaning we were cautious on downside breakouts below this level. However, higher timeframe Elliott wave analysis continued to suggest that upside move should be considered as countertrend.
- The futures found light bid support yesterday; however, we opened lower again this morning. Price is below all key moving averages with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 10,325 with the RSI at or below 35.5 will mean price and momentum are aligned to the sell side; likewise, a close above this will mean it is aligned to the buy side. Upside moves that fail at or below USD 11,679 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 indicating that we have light momentum support. As noted previously, higher timeframe Elliott wave analysis continues to suggest that upside move should be considered as countertrend. Below USD 9,600 the futures will be in divergence with the RSI; not a buy signal, it is a warning that we could see a momentum slowdown and needs to be monitored.