

FIS Capesize Intraday

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Capesize Feb 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	9,125		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (38)
- Stochastic is above 50
- Price is below the daily pivot level USD 10,216
- Technically bearish on Friday, the MA on the RSI implied that we have light momentum support. Upside moves that failed at or below USD 11,611 would warn that there could be further downside within this phase of the cycle, whilst above USD 12,750 the intraday technical would be bullish based on price. However, our Elliott wave analysis continued to suggest that there looks to be a larger, bearish Elliott wave cycle in play, making USD 21,544 the key resistance to follow on the technical. A move above this level would imply that the probability of the futures trading to a new low had started to decrease, suggesting the larger bearish wave cycle had a higher chance of failing. Near-term price action warned that resistance levels were looking vulnerable.
- Having traded to a high of USD 10,450 on Friday, the futures have sold to new lows on the open today. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 10,216 with the RSI at or above 43.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 11,517 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the downside move to a new low means that the futures are in divergence with the RSI. Not a buy signal, it is a warning that we could see a momentum slowdown, implying caution on moves lower at these levels. We maintain our view that upside moves should be considered as countertrend.

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