

FIS Capesize Intraday

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Capesize Feb 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	8,225	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 (33)
- Stochastic is above 50
- Price is below the daily pivot level USD 9,150
- Technically bearish yesterday, the downside move to a new low meant that the futures were in divergence with the RSI. Not a buy signal, it warned that we could see a momentum slowdown, implying caution on moves lower at those levels. We maintained our view that upside moves should be considered as countertrend.
- The futures continue to sell lower with price 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 9,150 with the RSI at or above 42.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 11,194 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 that we have light momentum weakness. However, the RSI is in divergence with price, not a buy signal, it is a warning that we could see a momentum slowdown which will need to be monitored. Whilst the divergence is in play, we have a note of caution on moves lower; if we close on the 4-hour candle above USD 8,777 it will warn that the daily pivot point could come under pressure. As noted previously, we maintain our view that upside moves look like they could be countertrend.

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