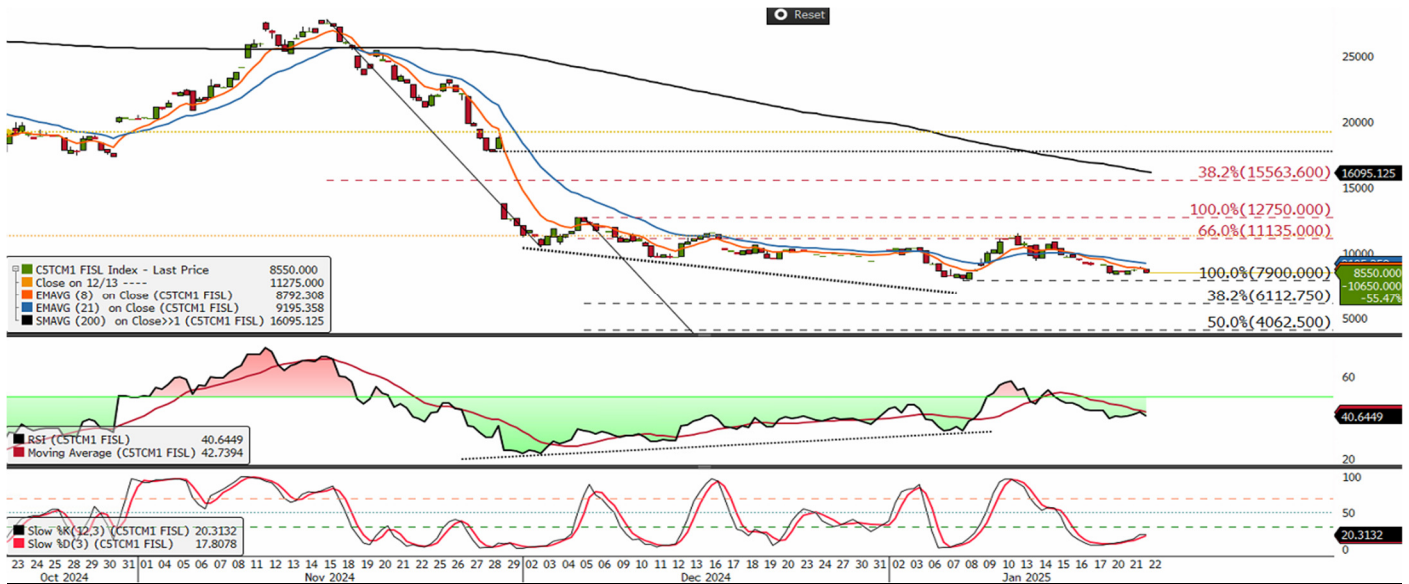


FIS Capesize Intraday

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Capesize Feb 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	8,550	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 (40)
- Stochastic is oversold
- Price is below the daily pivot level USD 8,712
- Unchanged on the technical yesterday, the futures remained in a bearish trending environment with the MA on the RSI implying momentum was weak, the move below USD 9,124 suggests that we could be in the early stages of a bearish impulse Elliott wave 5, warning the USD 7,900 fractal low should in theory be tested and broken., However, we maintained a note of caution on downside breakouts, as the futures would be in divergence below this level.
- The futures found light bid support yesterday post index; however, we are selling lower this morning. We remain 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 8,712 with the RSI at or above 45 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 11,135 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 implies that momentum is weak, whilst the RSI is in the process of rejecting its average. The small upside move yesterday has seen price reject the 8-period EMA, we are trading below the USD 8,825 close from yesterday, warning the USD 7,900 fractal low could be tested and broken. We remain cautious on downside breakouts, as it will create another negative divergence with the RSI, warning we could see a momentum slowdown.