

FIS Capesize Intraday

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

Capesize March 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,125	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (68)
- Stochastic is overbought
- Price is above the daily pivot level USD 14,375
- Unchanged on the technical yesterday, the MA on the RSI implied that momentum was supported, whilst Elliott wave analysis suggested we could trade as high as USD 15,525 within this phase of the cycle. However, we remained on an Elliott wave 5 whilst in divergence with the RSI, meaning we maintained a note of caution on upside moves at these levels.
- The futures remained supported yesterday before trading back up to the USD 15,125 fractal resistance on the open today. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 14,375 with the RSI at or below 63 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 12,666 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI indicates that momentum is supported, whilst our intraday Elliott wave analysis warns we could trade as high as USD 15,525 within this phase of the cycle. We noted in yesterday afternoons weekly report that although we are on an intraday Elliott wave 5 whilst in divergence, warning the futures are vulnerable to a technical pullback. The futures will roll into April on Friday, meaning the rolling front month technical should in theory be around USD 3,850—USD 4,000 higher. This is going to create a momentum spike in our oscillators, meaning we will see a bullish Elliott wave extension, warning downside moves are more them likely going to be countertrend after the roll.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com