

FIS Capesize Intraday

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Capesize April 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	18,925	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 (64)
- Stochastic is overbought
- Price is above the daily pivot level USD 20,158
- Technically bullish yesterday, the Elliott wave extension meant downside moves should be considered as countertrend, making USD 14,783 the key support to follow, if broken, then the probability of the futures trading to a new high would start to decrease. If price and momentum became aligned to the sell side, it would warn of intraday technical weakness; however, a close on the daily candle below USD 18,263 was needed to signal that we could be entering a corrective wave 4.
- Price and momentum became aligned to the sell side, resulting in the futures seeing an intraday move lower. We are between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 20,158 with the RSI at or above 77 will mean price and momentum are aligned to the buy side. Downside moves that held at or above USD 14,783 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are in a corrective phase; however, the pullback is not yet deep enough to confirm we have entered a corrective Elliott wave 4. A close today below USD 19,238 will imply that we are seeing higher timeframe weakness, warning resistance levels could come under pressure in the near-term. Conversely, if we trade to a new high, it will signal a wave extension within the existing cycle. The RSI has broken support on the move lower, suggesting upside moves could struggle to hold in the very near-term, as above USD 21,375 the futures will be in divergence. The technical looks like it could be in the early stages of a corrective Elliott wave 4; however, we await confirmation from our lower timeframe momentum indicators, suggesting there should be further downside. Note: our Elliott wave analysis implies that downside moves should be considered as countertrend.

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