

FIS Capesize Intraday

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Capesize April 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	19,975	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 (46)
- Stochastic is oversold
- Price is above the daily pivot level USD 19,583
- Technically bullish yesterday, the futures looked to be on a corrective Elliott wave C for this phase of the cycle. We were trading below the 55-period EMA (USD 20,153) and noted that if we closed below and held below the average, then support levels would come under pressure. Likewise, a close above the EMA would warn that there is an underlying support in the market. The Downside breakout below USD 19,875 suggested that market sellers were looking to test trend support at USD 18,317 in the near-term. We highlighted that higher timeframe Elliott wave analysis suggested we were in a corrective wave 4, meaning this move lower was in theory going to be countertrend.
- The futures traded to a low of USD 19,375 yesterday; however, price has opened with light bid support this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 19,583 with the RSI at or above 53 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 15,650 will support a bull argument, below this level the Elliott wave cycle will have a neutral bias.
- Technically bullish but in a corrective phase, the futures remain above trend support (USD 18,579) but below the 55-period EMA (USD 20,090). A close above that holds above the average will warn that the USD 21,272 resistance could be tested and broken; if it is, then we target the USD 22,250 and USD 24,000 fractal resistance levels. Likewise, a rejection of the EMA (or the USD 21,272 level) will warn that there could be further downside within this corrective phase. As noted on last night's close report, market profile charts highlight the futures are trading in a support zone whilst our Elliott wave analysis suggests downside moves should be considered as countertrend, meaning we are cautious on corrective moves lower.

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