

FIS Capesize Intraday

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Capesize May 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	17,858	R1	18,250		RSI below 50	
S2	17,725	R2				19,287
S3	16,250	R3				20,529

Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is below 50 (47)
- Stochastic is below 50
- Price is above the daily pivot level USD 17,858
- Technically bullish but in a corrective phase yesterday, the MA on the RSI was flat, implying momentum support was turning neutral. However, as noted previously, price was below the 55-period EMA (USD 18,874) but above the weekly pivot level (USD 17,725), meaning near-term price action was neutral. If we did see a close on the daily candle below the USD 17,725 level, then support levels would start to look vulnerable.
- The futures did have a test to the downside yesterday, but the move failed to hold. We are between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 18,858 with the RSI at or above 48.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 44 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. However, upside moves that fail at or below USD 21,299 will warn that there could be a larger, bearish, Elliott wave correction in play.
- Technically the Elliott wave cycle is bullish but in a corrective phase, below USD 15,650 it will become neutral, as the probability of the futures trading to a new high will start to decrease, increasing the probability that the wave cycle will fail. However, near-term price action remains neutral, as the futures remain above the weekly pivot level (USD 17,725), but below the 55-period EMA (USD 18,820).

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