

FIS Capesize Intraday

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Capesize May 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	18,116	R1	18,900	RSI above 50	
S2	17,150	R2	19,287		
S3	16,250	R3	20,259		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (52)
- Stochastic is above 50
- Price is above the daily pivot level USD 18,116
- Technically we remained bullish but in a corrective phase yesterday, the MA on the RSI was flat, whilst price and momentum were conflicting. We noted that a daily close above the weekly pivot level (USD 18,075) would imply that buy-side pressure is increasing, warning resistance levels could come under pressure. A rejection of this level will leave support levels vulnerable. Technically, our wave analysis suggests the move lower was countertrend.
- The futures continued to move higher with price closing above the weekly pivot level. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 18,116 with the RSI at or below 44 will mean price and momentum are aligned to the buy-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 bullish, the MA on the RSI implies that we have light momentum support, whilst the RSI is making new highs; the close above the weekly pivot level (USD 18,075) indicates that buy-side pressure is increasing. Price is above the 55-period EMA (USD 15,584), if we hold above it and trade above the USD 18,900 fractal resistance, then the daily 200-period MA at USD 19,696 will become vulnerable. This is the benchmark average on the daily timeframe, a close above that holds above it will leave the USD 24,000 fractal high vulnerable. Conversely, a close back below the intraday 55-period EMA will suggest that market buyers should be cautious.

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