

FIS Capesize Intraday

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Capesize May 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	19,000	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 (52)
- Stochastic is overbought
- Price is below the daily pivot level USD 19,300
- Unchanged on the technical on Friday, we remained bullish with the MA on the RSI implying we had light momentum support. The upside move above the USD 18,900 fractal resistance warned that the daily 200-period MA at USD 19,666 could be tested. As noted previously, if we closed above and held above the MA, it would warn that the USD 24,000 fractal high could be tested and broken. Likewise, if we closed below and held below the 55-period EMA (USD 18,627), it would warn that buyside pressure was easing, leaving the futures vulnerable to an intraday pullback.
- The futures have failed to trade and close above the daily 200-period MA (USD 19,636), resulting in price selling lower on the open this morning. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 19,300 with the RSI at or below 48 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buyside. 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 momentum is supported. However, the rejection off the daily 200-period MA is warning that higher timeframe sellers are defending the higher timeframe average. A close below the daily 50-period MA (USD 18,791) will warn that the intraday 55-period EMA (USD 18,683) could be tested and broken. Conversely, a close above that holds above the USD 19,636 level on the daily timeframe will warn the USD 24,000 fractal high could be tested and broken. At this point, the futures are at an inflection point due to the daily MA being in play.

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