

FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Capesize May 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	17,150	R1	19,050	18,600		Stochastic overbought
S2	16,250	R2	19,287			
S3	15,650	R3	19,607			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is below 50 (49)
- Stochastic is overbought
- Price is below the daily pivot level USD 19,050
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported. However, the rejection off the daily 200-period MA warned that higher timeframe sellers were defending the daily average. A close below the daily 50-period MA (USD 18,791) would warn that the intraday 55-period EMA (USD 18,683) could be tested and broken. Conversely, a close above that held above the USD 19,636 level on the daily timeframe would warn the USD 24,000 fractal high could be tested and broken. The futures were at an inflection point due to the daily MA being in play.
- The futures rejected the daily 200-period MA (USD 19,607) but closed above the daily 50-period MA (USD 18,918); however, price is selling lower and below the average this morning. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 19,050 with the RSI at or above 54.5 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 but in a corrective phase, the MA on the RSI continues to suggest that momentum is supported, despite the RSI being below its MA. Intraday price is now below the 55-period EMA (USD 18,720), a close below that holds below the average will warn that the USD 17,150 fractal support could come under pressure in the near-term, Conversely, a close back above that holds above the EMA would suggest that there is an underlying support in the market. The daily rejection of the 200-period MA was supported by a bearish engulfing candle on the daily timeframe yesterday, suggesting sell side pressure could be increasing, meaning intraday price needs to move back above the 55-period EMA.

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