

FIS Capesize Intraday

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Capesize June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	19,507	R1	20,250	20,250	RSI above 50	
S2	19,326	R2	21,365			
S3	18,275	R3	22,341			

Synopsis - Intraday Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is above 50
- Price is below the daily pivot level USD 20,250
- Technically bullish yesterday, the MA on the RSI suggested that momentum was supported; however, the RSI was below its average, implying buy-side momentum was weakening. Our Elliott wave analysis did suggest that downside moves should be considered as countertrend; however, we were in the process of rejecting the USD 21,365 Fibonacci resistance, warning that there could potentially be a larger bearish Elliott correction in play. We noted that if we closed below and held below the daily 200-period MA (USD 19,531), it would warn that the USD 18,275 fractal support could be tested and broken. If it was, then we target the USD 17,150—USD 16,250 fractal support levels. Price action is weakening, but we remained above the intraday 55-period EMA (USD 19,259) and the daily 200-period MA, meaning we are not yet ready to confirm that the USD 21,365 resistance had been fully rejected.
- The futures continue to sell lower with price now trading just above the daily 200-period MA (USD 19,507). We are below the 8-21 period EMA's with the RSI near-neutral at 51, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 20,250 with the RSI at or above 61.5 will mean price and momentum are aligned to the buy-side 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 21,365 will warn that there could be a larger, bearish, Elliott wave correction in play.
- Unchanged on the technical today, we remain bullish but in a corrective phase, with price above the daily 200-period MA (USD 19,507), and the 55-period intraday EMA (USD 19,326). If we close below and hold below the support zone highlighted, it will signal an upside rejection of the USD 21,365 resistance, warning there could be a larger, bearish Elliott wave cycle in play. Conversely, if we hold above the support zone, it will warn the USD 21,365 resistance remains vulnerable.

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