

FIS Capesize Intraday

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Capesize June 25 Morning Technical Comment – 240 Min



Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Price is below the daily pivot level USD 18,116
- Technically bearish based on price yesterday, the Elliott wave cycle remained bullish but in a corrective phase. The MA on the RSI implies momentum is weak; however, the futures were trading on the 200-period MA (USD 18,141). A close below that held below the average would warn that support levels come under pressure. Conversely, if we held above the USD 18,141 level, it would imply there is an underlying support in the market. the rejection of the USD 21,365 resistance did suggest that there is a larger bearish corrective phase in play, meaning the technical favoured further downside. If we did sell lower and breached the USD 15,650 support, then the probability of price trading to a new high would start to decrease. Price was at an inflection point, but support was looking vulnerable.
- The futures continue to sell lower with price now below the 200-period MA (USD 18,208). We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 18,116 with the RSI at or above 45.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 15,6584 (small revision higher) will support a bull argument, below this level the Elliott wave cycle will have a neutral bias.
- The futures remain in a corrective phase with price below the 200-period MA, warning the USD 17,150 fractal support could be tested and broken. If it is, then we target the USD 16,250 fractal low. Conversely, market sellers should be cautious on a close back above the USD 18,208 level, as it will warn there is an underlying support creeping back into the market.

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