

# FIS Capesize Intraday

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## Capesize July 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	18,100		RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- Price is above the daily pivot level USD 17,941
- Near-term price action remained bearish in the June futures on the last report ; however, the Elliott wave analysis cycle remained bullish above USD 15,684 and neutral below. As highlighted previously, we were seeing sell side momentum slow down (illustrated on chart); if we closed above and held above the 200-period MA (USD 18,673) it would imply buyside pressure was increasing. Conversely, for downside continuation, the futures would need to close and hold below the USD 17,125 level. With sell side momentum showing signs of slowing, we were becoming cautious on moves lower, as the technical warned that we could be readying for a move higher.
- We tested and held the USD 17,125 support one more time before trading to a high of USD 19,675. However, price has since rolled into the July contract, meaning we have seen price drop on the roll. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 17,941 with the RSI at or above 51.5 will mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 15,684 will support a bull argument, below this level the Elliott wave cycle will have a neutral bias.
- Near-term price action remains bearish; however, the longer-term Elliott wave cycle is bullish above USD 15,684, below this level it will have a neutral bias. The roll into July means the rolling front month futures have rejected the 200-period MA (USD 19,177), for upside continuation, we will need to see a close above that holds above the longer-term average. As noted just over a week ago, there are warning signs that sell side momentum is slowing, meaning we are cautious on downside moves in the near-term. If, however, we do trade below the USD 17,125 fractal support, then the USD 16,250 fractal low will start to look vulnerable.

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