

FIS Capesize Intraday

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Capesize July 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	20,600	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 (62)
- Stochastic is overbought
- Price above the daily pivot level USD 20,208
- Technically bullish yesterday, the MA on the RSI indicated that momentum was supported. The upside breakout from the symmetrical triangle suggested that the USD 21,365 Fibonacci resistance could come under pressure. The new high was being replicated by the RSI, implying downside moves should be considered as countertrend in the near-term. However, if we did close and hold below the trend support line (this is the upper resistance line of the symmetrical pattern USD 19,616), then market buyers should have a note of caution, as it would signal a decrease in buyside pressure.
- The futures traded to a high of USD 20,625 before entering a corrective phase; however, price has held trend support (USD 19,887), resulting in the futures trading just below yesterday's high. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 20,208 with the RSI at or below 54.5 will mean price and momentum are 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.
- Technically bullish, the MA on the RSI implies momentum is supported, with price holding and confirming the breakout from the symmetrical triangle, warning the USD 21,365 Fibonacci resistance could be tested and broken. As highlighted yesterday, if we close below the USD 19,887 trend support, then market buyers should act with caution, as it will indicate that buyside pressure is decreasing. The longer-term Elliott wave cycle is bullish above USD 15,684 and neutral below; however, a rejection of the USD 21,365 resistance will warn that we could still be in a higher timeframe Elliott wave corrective phase, making this the key level to follow.

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