

# FIS Capesize Intraday

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## Capesize July 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	19,825	RSI above 50	
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is between the 8—21 period EMA's
- RSI is above 50 (54)
- Stochastic is above 50
- Price below the daily pivot level USD 20,108
- Technically bullish yesterday, we noted on the close report on Friday that after 46 days in a consolidation pattern, the upside breakout lacked energy, which was a concern. Price was coming under yesterday morning; we noted that if we closed and held below the trend support (USD 19,837) it would put the futures back into the symmetrical triangle, suggesting caution to market buyers in the near-term. Although bullish, the lack of energy on the bull breakout from the symmetrical was a concern, as the expectancy had been for stronger buy-side pressure did not seem to be materializing.
- The futures continued to come under pressure, light bid support off the trend line last night has been followed by a move down to USD 19,375 this morning; however, we are now seeing market buyers push price back up to the trend support line (USD 17,797). We are between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 20,108 with the RSI at or above 62 will mean price and momentum are aligned to the buy-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 futures are now at an inflection point with price trading on trend support (USD 17,797). A close that holds below this level will warn that the upside pattern breakout is failing, meaning price action will be within the consolidation zone; a close below the 200-period MA (USD 19,280) will warn that trend support at USD 17,798 could come under pressure. Conversely, if support holds, it will warn that we could move higher. In theory, we still have the potential to move higher; however, until we see bullish price action (a close above the high of the last dominant bear candle USD 20,525, or preferably taking out the USD 21,365 resistance) market longs should have a note of caution, as the breakout lacks the energy that we were expecting to see.

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