

FIS Capesize Intraday

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Capesize July 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	19,600	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (52)
- Stochastic is oversold
- Price below the daily pivot level USD 19,616
- Technically bullish yesterday, the futures were at an inflection point with price trading on trend support (USD 17,797). A close that held below this level would warn that the upside pattern breakout is failing, meaning price action would be back within the consolidation zone; a close below the 200-period MA (USD 19,280) would warn that trend support at USD 17,798 could come under pressure. Conversely, if support held, it would warn that we could move higher. In theory, we still have the potential to move higher; however, until we saw 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 lacked the energy that we were expecting to see.
- The futures continue to trade just below the trend support line (USD 19,736), we are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 19,616 with the RSI at or above 60.5 will mean price and momentum are aligned to the buyside. 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 we remain bullish; however, whilst in the symmetrical triangle price action should be considered as neutral. A close below that holds below the daily 200-period MA (USD 18,585) will warn that the trend support at USD 17,862 could come under pressure. It appears that the futures have been finding resistance at the weekly 200-period MA (USD 20,901), for upside continuation, we will need to see price close and hold above this average.

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