

# FIS Capesize Intraday

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## Capesize Aug 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	16,412	R1	16,958	16,875	Stochastic oversold	RSI below 50
S2	16,138	R2	18,324			
S3	15,684	R3	18,837			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold 16,958
- Technically bearish yesterday, the MA on the RSI implied momentum was weak. Both price and the RSI were making new lows, suggesting intraday upside moves had the potential to be countertrend. However, we were 15% lower on the week with price approaching a weekly fractal support at USD 16,250, we also had the 6-period RSI at 15 (not shown) suggesting we are starting to look a little overextended to the downside, meaning we had a note of caution on downside moves at that point.
- The futures have rolled into Aug; however, having traded to a low of USD 16,675 on the open, we are now seeing light bid support. Price is below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 16,958 with the RSI at or above 44 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. Likewise, upside moves that fail at or below USD 19,529 will leave the futures vulnerable to further tests to the downside.
- Bearish based on price, the MA on the RSI continues to suggest that momentum remains weak, whilst the RSI has made new lows, suggesting upside moves have the potential to be countertrend. However, as highlighted previously, the 6-period RSI is at 15 (not shown), meaning shorter period momentum is oversold, leaving the futures vulnerable to an intraday move higher in the near-term.

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