

# FIS Capesize Intraday

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## Capesize Aug 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	18,325	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 (52)
- Stochastic is overbought
- Price is above the daily pivot level (USD 17,950)
- Technically bearish yesterday, the upside move was losing buy-side pressure having seen a small rejection of the 55-period EMA (USD 18,176). Intraday Elliott wave analysis suggested upside moves should be considered as countertrend, making USD 19,529 the key resistance to follow. A move above this level would warn that the probability of the futures trading to a new low would start to decrease. The MA on the RSI continued to suggest that momentum was supported, meaning for downside continuation, price and momentum would need to be aligned to the sell side. Likewise, a close below the low of the last dominant bull candle would indicate sell side pressure was increasing.
- We failed to close below the low of the last dominant bull candle yesterday (USD 17,375), resulting in the futures finding bid support post index. Price is above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 17,950 with the RSI at or below 45 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. Likewise, upside moves that fail at or below USD 19,512 will leave the futures vulnerable to further tests to the downside.
- The trend is technically bearish; however, near term price action remains supported, as the futures are now above the 55-period EMA (USD 18,182). Lower timeframe Elliott wave analysis continues to suggest that upside moves should be considered as countertrend in the near-term, making USD 19,529 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease. The MA on the RSI suggests that momentum is supported, meaning for downside continuation, we will need to see price and momentum become aligned to the sell side, alongside price closing back below the 55-period EMA. A close below the low of the last dominant bull candle (USD 17,900) will indicate that sell side pressure is increasing.

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