

# FIS Capesize Intraday

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## Capesize Aug 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	17,706	R1	17,900	RSI above 50	Stochastic overbought
S2	17,600	R2			
S3	17,220	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is between the 8–21 period EMA's
- RSI is below 50 (48)
- Stochastic is
- Price is below the daily pivot level (USD 18,083)
- The trend was technically bearish yesterday; however, near term price action remained supported, as the futures were above the 55-period EMA (USD 18,182). Lower timeframe Elliott wave analysis continued 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 would start to decrease. The MA on the RSI suggested that momentum was supported, meaning for downside continuation, we would 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) would indicate that sell side pressure is increasing.
- Having traded to a high of USD 18,375 the futures have seen a small technical pullback, meaning price is back below the 55-period EMA (USD 18,138). We are between the 8-21 period EMA's supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 18,083 with the RSI at or below 46.5 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 51 will mean it is 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 19,512 will leave the futures vulnerable to further tests to the downside.
- Technically bearish, the MA on the RSI is starting to flatten, warning buy side momentum could be slowing. Price is below the 55-period EMA, if we hold below it and price and momentum become aligned to the sell side, then support levels could come under pressure. One small issue, the futures are trading on the daily 200-period MA (USD 17,908), meaning we are at an inflection point. We are seeing signs of weakness; however, without confirmation on the daily, we have to be cautious at this level.

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