

# FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Capesize Aug 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	19,869	R1	22,553	21,325	RSI above 50	Stochastic overbought
S2	19,583	R2	24,000			
S3	18,410	R3	26,447			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (73)
- Stochastic is overbought
- Price is above the daily pivot level (USD 19,583)
- Near-term price action is still considered as bearish yesterday; however, price had held the daily 200-period MA whilst the MA on the RSI implied that momentum was supported, warning the USD 19,512 resistance could be about to be tested and broken. If it was, then the probability of the futures trading to a new low would start to decrease. Likewise, upside moves that reject the USD 19,512 level would leave support levels vulnerable. Our analysis had previously had this upside move as countertrend, the holding of the daily average, alongside momentum support warned otherwise.
- The futures traded through the USD 19,512 resistance with price gapping above the weekly 200-period MA (USD 20,517) this morning, the technical is now bullish. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 19,583 with the RSI at or below 53 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.
- Technically bullish, the MA on the RSI implies that momentum remains supported at this point, whilst the move above the USD 21,365 resistance on the open this morning suggests the futures have potentially entered the longer-term bullish Elliott wave 5. Price and the RSI are making new highs, warning downside moves should in theory be countertrend, making USD 18,410 the key near-term support to follow; if broken it will suggest we could still be in the longer-term corrective wave 4. Note: the 6-period RSI on the daily timeframe is currently at 86, warning price is potentially a little overextended to the upside in the very near-term.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)