

FIS Capesize Intraday

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Capesize Aug 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	21,625	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 (72)
- Stochastic is overbought
- Price is above the daily pivot level (USD 21,458)
- Technically bullish on Friday, the MA on the RSI implied that momentum remained supported, whilst the move above the USD 21,365 resistance on the open suggested that the futures had potentially entered the longer-term bullish Elliott wave 5. Price and the RSI were 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 would suggest we could still be in the longer-term corrective wave 4. We noted that the 6-period RSI on the daily timeframe was currently at 86, warning price was potentially a little overextended to the upside in the very near-term.
- The futures remain supported with price above all key moving averages whilst the RSI is above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 21,458 with the RSI at or below 58 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.
- Unchanged on the technical this morning, the MA on the RSI continues to suggest that momentum remains supported, whilst the move above USD 21,365 is warning we could now have entered the higher timeframe Elliott wave 5, making USD 18,410 the key near-term support to follow. If broken, it will warn that we could still be in the longer—term corrective wave 4. As noted previously, downside moves now look like they could be countertrend; however, with the daily 6-period RSI at 86, near-term price action does look a little over-extended in the very near-term.

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