

FIS Capesize Intraday

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

Capesize Sep 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,375	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Price is below the daily pivot level (USD 26,066)
- Unchanged on the technical yesterday, we remained bullish but in a corrective phase with price continuing to come under pressure due to the negative divergence in play. Key near-term support was at USD 25,660; corrective moves that held above this level would warn that we could see one more move higher on the lower timeframe Elliott wave cycle. Conversely, if broken, it would suggest that price was entering a higher timeframe Elliott wave 4, meaning downside moves should still be considered as countertrend. Intraday support levels remained vulnerable at that point, if we closed above the USD 26,983 level, it would warn that buy-side pressure is starting to increase. .
- The futures continued to sell lower with price now below the USD 25,660 support. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 26,066 with the RSI at or above 59.5 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 20,875 will support a bull argument, below this level the Elliott wave cycle would have a neutral bias.
- The longer-term Elliott wave cycle remains bullish; however, the move below the USD 25,660 support warns that the probability of price trading to a new high has started to decrease within this phase of the cycle. This suggests that the lower timeframe wave cycle may have completed, indicating we are in the early stages of the higher timeframe wave 4. Upside moves that fail at or below USD 26,807 will warn that there could be further downside within this corrective phase; likewise, price is below the 55-period EMA (USD 25,646), a close that holds below the average will weaken the technical further. Price and the RSI are making new lows with the RSI breaking support, suggesting intraday upside moves could be countertrend in the near term. Note: the longer-term Elliott wave cycle continues to suggest that downside moves should be considered as countertrend; however, key support is now at USD 20,875; only below this level will the cycle be neutral.

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