

FIS Capesize Intraday

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Capesize Oct 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	30,108	R1	30,796	RSI above 50	
S2	29,500	R2	31,027		
S3	29,199	R3	32,300		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (61)
- Stochastic is above 50
- Price is above the daily pivot level (USD 30,108)
- Unchanged on the technical on Friday, we remained bullish with the MA on the RSI implying momentum was supported. The futures were consolidating around their highs, whilst in divergence with the RSI; the divergences warned that we could see a momentum slow-down. However, if we closed and held above the linear regression line (USD 30,746), it would further support a bull argument, leaving the USD 32,300 Fibonacci resistance vulnerable. Conversely, a rejection of the linear line would warn that the USD 29,500 support could be tested, whilst a close below the trend support line (USD 28,859), would imply sell side pressure was increasing. Due to the divergence in play, we continue to be cautious on upside moves at these levels.
- The futures remain supported but below the linear regression line (USD 31,027). We are above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 30,108 with the RSI at or above 63 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 21,317 will support a longer-term bull argument, below this level the Elliott wave cycle will have a neutral bias.
- Technically bullish, the futures remain in divergence with the RSI whilst below the linear regression resistance, meaning we continue to have a note of caution on upside moves at these levels. As noted previously, if we close and hold above the linear regression line, it will support a near-term bull argument, warning the USD 32,300 resistance could come under pressure. Conversely, a close below the USD 29,500 support will warn that buy side pressure is decreasing, whilst a close below trend support (USD 29,199) will indicate sell side pressure is increasing, warning support levels could come under pressure.

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