

FIS Capesize Intraday

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Capesize Nov 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	27,541	R1	29,104	27,875	RSI above 50	
S2	27,195	R2	29,351			
S3	25,250	R3	29,962			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (51)
- Stochastic is below 50
- Price is above the daily pivot level (27,541)
- Unchanged on the technical yesterday. We remained bearish based on price with the MA on the RSI implying that momentum remained weak. The futures were now below the 55-period EMA, warning the 200-period MA (USD 27,010) and the channel support (USD 26,981) could be tested and broken. A close below this area would weaken the technical further. Conversely, a close that hold above the 55-period EMA will look to target the upper channel resistance (USD 28,959). With the island reversal candle pattern above us (bearish pattern), we continued to be cautious on upside moves whilst below the USD 29,351 - USD 29,425 resistance zone.
- The futures held above the channel support/200-period MA yesterday (USD 27,195—USD 27,065). The futures gapped higher on the open; however, the move is struggling to hold. 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 27,541 with the RSI at or above 54.5 will mean price and momentum are aligned to the sell side; likewise, a close below this level will mean it will be aligned to the sell side. Upside moves that fail at or below USD 29,351 will leave the futures vulnerable to further tests to the downside, above this level the technical has a neutral bias.
- Technically bearish the futures remain in the rising channel highlighted. The upside move on the open means that price is above the 55-period EMA (USD 27,616), if we close and hold above the average then the USD 29,104 resistance line could come under pressure. Conversely, failure to hold above the average will suggest that the lower channel support at USD 27,195 could be tested and broken. As highlighted previously, with the island reversal candle pattern above us (bearish pattern), we continue to be cautious on upside moves whilst below the USD 29,351 - USD 29,425 resistance zone.

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