

FIS Capesize Intraday

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

Capesize Nov 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	26,900		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (46)
- Stochastic is below 50
- Price is below the daily pivot level (28,041)
- Technically bearish yesterday, the futures remained in the rising channel highlighted. The upside move on the open meant that price was above the 55-period EMA (USD 27,616), if we closed and held above the average then the USD 29,104 resistance line could come under pressure. Conversely, failure to hold above the average would 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 continued to be cautious on upside moves whilst below the USD 29,351 - USD 29,425 resistance zone.
- The futures reverted back to the 55-period EMA yesterday (USD27,616) with price selling lower on the open this morning. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 28,041 with the RSI at or above 54 will mean price and momentum are aligned to the buyside. 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 with a neutral bias, the MA on the RSI implies that we have light momentum weakness. The downside move on the open mean that price is below the channel support and the intraday 200-period MA (USD 27,423—USD 27,616). A close that holds below the resistance zone will warn that sell side pressure is increasing, leaving the USD 25,250 fractal support vulnerable. If broken, then the futures will be back in bearish territory. We continue to be cautious on upside moves due to the island reversal pattern; price action is weakening and now needs to close and hold below the 200-MA.

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