

FIS Capesize Intraday

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Capesize Dec 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	25,021	R1	25,558	25,400		RSI below 50
S2	24,375	R2	26,979			
S3	23,300	R3	27,270			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- Price is below the daily pivot level (25,558)
- Technically bearish on Friday, the MA on the RSI implied that momentum was supported. The upside move had failed to hold above the 55-period EMA (USD 25,852) resulting in the futures selling lower, warning that USD 25,021 support could be tested and broken. If it was, then it would indicate that the USD 24,375 and USD 23,300 fractal support levels could come under pressure. Conversely, if we held above this level we have the potential to test the USD 26,275 and the USD 26,979 resistance levels. However, as highlighted previously, we moves cautious on upside moves unless we trade above the USD 26,979 level and held above the 200-period MA (USD 25,837)
- The futures traded to a low of USD 25,125 before seeing light bid support. 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 25,558 with the RSI at or above 52 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 26,979 will leave the futures vulnerable to further tests to the downside, above this level the technical has a neutral bias.
- Technically bearish, price and momentum are aligned to the sell side; however, the MA on the RSI implies momentum is still supported at this point. If we hold above USD 25,021 and price and momentum become aligned to the buyside, it will warn that the USD 26,275 fractal resistance and the USD 26,979 level could come under pressure. Conversely, below USD 25,021 will warn that there could be further downside within the technical. As highlighted previously, due to the a, b = c, d pattern, and the 200-period MA at USD 27,270, we have a note of caution on moves higher as we approach this area. For upside continuation, the futures will need to close and hold above the longer-term average.

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