

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	25,283	25,175	Stochastic oversold	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 (46)
- Stochastic is oversold
- Price is below the daily pivot level (25,283)
- Technically bearish yesterday, price and momentum were aligned to the sell side; however, the MA on the RSI implied that momentum was still supported at that point. If we held above USD 25,021 and price and momentum became aligned to the buyside, it would warn that the USD 26,275 fractal resistance and the USD 26,979 level could come under pressure. Conversely, below USD 25,021 would 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 had a note of caution on moves higher as we approached this area. For upside continuation, the futures will need to close and hold above the longer-term average.
- The futures breached the USD 25,021 support yesterday. 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 25,283 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, the MA on the RSI is starting to flatten whilst price and momentum are aligned to the sell side, warning buyside momentum is slowing. The move below the USD 25,021 Fibonacci support is warning that the USD 24,950 fractal low could come under pressure; if broken, market sellers will target the USD 23,300 fractal low. Technically we are seeing signs of weakness warning support levels could come under pressure. For upside continuation we are going to need to see a close that holds above the intraday 200-period MA (USD 25,743), as the average holds precedence over the Fibonacci resistance levels below it.

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