

FIS Capesize Intraday

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Capesize Dec 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	27,625	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Price is above the daily pivot level (27,550)
- Technically bearish with a neutral bias yesterday, the probability of the futures trading to a new low had started to decrease, whilst the MA on the RSI implied that momentum was supported. As noted previously, for upside continuation, the futures were going to need to close and hold above the intraday 200-period MA (USD 27,147); if we did it would warn that we could be in the early stages of a bullish impulse wave 5, warning the USD 28,875 and USD 31,250 resistance levels could be tested. Likewise, failure to hold above the average would warn that there were higher timeframe sellers in the market. The technical was strengthening, but price was at an inflection point. Market bulls would need to keep price above the 200-period MA.
- The futures have traded to a high of USD 27,875 with price remaining above the intraday 200-period MA at this point (USD 25,927. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 27,550 with the RSI at or below 54.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 25,532 will support a bull argument, below this level the technical will be back in bearish territory.
- Bearish with a neutral bias, the futures are holding above the intraday 200-period MA at this point, whilst the MA on the RSI implies that momentum is supported. We are finding light resistance due to the RSI testing a resistance band, warning we could see an intraday throw-back. However, the RSI has made a new high with price whilst we have momentum support, implying downside moves should in theory be countertrend. If the futures start to close below the daily pivot level (USD 27,550) on the 4-hour timeframe, then we could see intraday support come under pressure in the near-term, making the 200-period Ma the key focus today. A close that holds below the average will leave the Fibonacci support zone vulnerable.

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