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## FIS

## **Capesize Intraday**

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## Capesize Jan 26 Morning Technical Comment – 240 Min



Support		Resistance		<b>Current Price</b>	Bull	Bear
S1	19,875	R1	21,065			
S2	19,175	R2	21,400	20,675		RSI below 50
S3	18,644	R3	21,925			

Source Bloomberg

## Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- Price is below the daily pivot level (21,400)
- Bullish with a neutral bias yesterday, the RSI remained neutral but the 8-21 period EMA's were starting to reflect the move higher. On the daily chart we had seen a close above the high of the last dominant bear candle (USD 21,075), implying buyside pressure was starting to increase, warning the USD 21,925 resistance was becoming vulnerable. A close above this level will further support a buyer's argument. We noted that we had a small trend support forming at USD 20,708, a close that held below this level would also put price below the 55-period EMA (USD 20,765), suggesting market bulls should be cautious, as it would indicate that we are not seeing the expected bullish follow through from the daily close highlighted.
- The futures remained supported yesterday; however, we have come under pressure on the open, putting price below all key moving averages and the trend support line. The RSI is below 50 with price and momentum now conflicting.
- A close on the 4-hour candle above USD 21,065 with the RSI at or above 52 will mean price and momentum are aligned to the buyside. Likewise, a close below this level with the RSI at or below 47.5 will mean it is aligned to the sell side.
- The futures remain bullish but with a neutral bias. Price is now below the trend support line (USD 21,065) and the 55-period EMA (USD 20,785), if we hold below them, then market bulls should start acting with caution, as the failed swing high warns that the technical condition is starting to weaken. Conversely, upside moves above yesterday's high (USD 21,625) will indicate that market bulls are becoming dominant. Base on the failed swing high and a lack of follow through on the daily bullish close previously, we are more cautious on upside moves today.

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