

# FIS Capesize Intraday

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## Capesize Feb 26 Morning Technical Comment – 240 Min



Source Bloomberg

### Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (30)
- Stochastic is oversold
- Price is below the daily pivot level (16,700)
- Technically bullish with a neutral bias on the last report, we noted that we were seeing limited price movement but we remained below the trend support line and the 55-period EMA, suggesting market buyers should act with caution due to the failed swing high. We were seeing signs of technical weakness; however, for downside continuation we needed to see a four-hour candle close below the USD 19,875 level, as this was the dominant fractal support. Conversely, a close above the dominant fractal resistance (USD 21,925) was needed to signal that buy-side pressure was increasing. Neutral.
- The futures have rolled into February, we are now looking at the rolling front month due to the larger data field. 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 16,700 with the RSI at or above 33 will mean price and momentum are aligned to the buy-side. Upside moves that fail at or below USD 20,021 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI implies that momentum remains weak at this point, whilst Fibonacci projection levels suggest that we have a potential near-term downside target at USD 15,406 for this phase of the cycle. Key resistance is at USD 20,021, a move above this level will warn that the probability of the futures trading to a new low has started to decrease. Lower timeframe Elliott wave analysis suggests that upside moves should be considered as countertrend in the near-term.

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