

Capesize Feb 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	15,406	R1	17,000	
S2	13,634	R2	18,099	
S3	11,377	R3	18,825	RSI below 50

Source Bloomberg

Synopsis - Intraday

- Price is below the 8–21 period EMA's
- RSI is below 50 (38)
- Stochastic is overbought
- Price is on/below the daily pivot level (16,383)
- Technically bearish yesterday, the MA on the RSI implied that we had light momentum support. The new low meant that the futures were in divergence with the RSI, not a buy signal, it warned that we could see a momentum slowdown. With price in divergence whilst the MA on the RSI implied light momentum support, we were cautious on downside moves at those levels.
- The futures traded to a high of USD 16,800 on the intraday divergence yesterday, price has seen bids fade a little on the open this morning. WE are between the 8-21 period EMA's with the RSI below 50, intraday price and momentum remain aligned at the buy side, as the previous candle close was above the daily pivot level.
- A close on the 4-hour candle below USD 16,383 with the RSI at or below 32.5 will mean price and momentum are aligned to the sell side. .
- Technical outlook—Cautious bull. The move above USD 16,675 fractal resistance has shifted the technical picture into bullish territory. The RSI moving average now indicates light momentum support; however, price remains between the 8–21 period EMAs, while the 55-period EMA continues to slope bearishly, suggesting the broader trend has yet to fully turn. The fractal break has produced a higher high, which in theory supports a bullish price structure. That said, the RSI remains below 50, and price is still trading below the 55-period EMA at USD 18,326. For upside continuation, the market will need to close above and hold above this medium-term average, ideally accompanied by a bullish RSI confirmation. As previously highlighted, the presence of a negative divergence warrants continued caution on downside moves at this stage.