

FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Capesize Feb 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	17,891	R1	19,681	19,025	RSI above 50	Stochastic overbought
S2	16,777	R2	20,503			
S3	15,406	R3	21,900			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Price is above the daily pivot level (17,891)
- Technical Outlook on Friday— Bullish Inflection Point. The outlook was bullish based on price action. As noted previously, sustained upside continuation required a move above the 55-period EMA, ideally accompanied by the RSI reclaiming 50. With price advancing on the divergence for three consecutive days, we could confirm that buy-side pressure was increasing on the higher timeframe, warranting continued caution on corrective moves lower. That said, price was currently at an inflection point, trading directly on the 55-period EMA. A failure to hold above the average would leave the market vulnerable to a near-term intraday throwback.
- The futures closed above the average resulting in price trading higher. 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 17,891 with the RSI at or below 43.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 16,777 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish. Having gapped higher on the open to trade at USD 19,500 the futures have since seen fading bids. That said, price is above all key moving averages with the RSI reclaiming 50, while the RSI moving average indicates momentum support. With momentum support alongside the three white candle pattern on the daily timeframe, we maintain a cautious approach on corrective moves lower and identify USD 16,777 as a key support level. A break below this level would weaken the emerging bullish structure and reduce the probability of the futures achieving new highs.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com