

## Capesize Feb 26 Morning Technical Comment – 240 Min



| Support   | Resistance | Current Price | Bull         | Bear                  |
|-----------|------------|---------------|--------------|-----------------------|
| S1 19,316 | R1 20,503  | 19,875        | RSI above 50 | Stochastic overbought |
| S2 18,156 | R2 21,900  |               |              |                       |
| S3 16,905 | R3 22,608  |               |              |                       |

Source Bloomberg

## Synopsis - Intraday

- Price is above the 8–21 period EMA's
- RSI is above 50 (66)
- Stochastic is overbought
- Price is above the daily pivot level (19,316)
- Technical outlook yesterday: Bullish. Having gapped higher on the open to trade at USD 19,500 the futures had seen bids fade. That said, price was above all key moving averages with the RSI reclaiming 50, while the RSI moving average indicated momentum support. With momentum support alongside the three white candle pattern on the daily timeframe, we maintained a cautious approach on corrective moves lower and identified 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 futures remain supported with price trading to new highs this morning. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 19,316 with the RSI at or below 50.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 16,905 will support a bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: Bullish. The RSI moving average continues to indicate supported momentum; however, the RSI is back-testing a resistance zone, which warrants monitoring as it could leave momentum vulnerable to a near-term slowdown. Countering this, both price and the RSI have registered new highs during the recent rally, suggesting that any downside moves should be considered countertrend in nature. USD 16,905 is identified as the key support level to monitor. Corrective moves that hold at or above this level would indicate underlying buy-side support remains intact. Conversely, a break below USD 16,905 would weaken the integrity of the bullish structure and warn that price may struggle to achieve new highs. Overall, while the broader outlook remains bullish and corrective throwbacks are viewed as countertrend, the RSI testing resistance does warrant caution on upside moves in the near term.