

## Capesize Feb 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	18,375	R1	19,566	
S2	17,415	R2	20,525	RSI above 50
S3	16,659	R3	21,375	

Source Bloomberg

## Synopsis - Intraday

- Price is between the 8–21 period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Price is below the daily pivot level (19,566)
- Technical Outlook yesterday: Bullish but corrective. The RSI had rejected upside resistance resulting in price entering into a corrective phase. Elliott wave analysis and the RSI high previously suggested that downside moves should be considered as countertrend. We identify USD 17,415 as a key level to follow, as a break below this level will weaken the bullish structure and warn that the probability of price achieving new highs will be reduced.
- The futures remain in a corrective phase, we remain between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 19,566 with the RSI at or above 66 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 17,415 will support a bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: Bullish but corrective.
- Unchanged on the technical today, the futures remain in a corrective phase, known as a bullish throwback. Based on the RSI high previously our analysis indicates that downside moves should be considered as countertrend, making USD 17,415 the key support to follow. A move below USD 17,415 will be deep into the bullish structure and therefore reducing the probability of price achieving new highs. Based on the technical being bullish based on price and the momentum high, our analysis continues to support the move lower as being corrective rather than bearish.