

Capesize March 26 Morning Technical Comment – 240 Min



Source Bloomberg

Synopsis - Intraday

- Price is above the 8–21 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Price is below the daily pivot level (29,575)
- Technical Outlook Thursday: Bullish but in divergence. Fibonacci projection levels pointed to a potential upside target of USD 34,927 for this phase of the cycle yesterday. However, the latest price high had created a divergence with the RSI. While this was not a sell signal, it did indicate that upside momentum may begin to slow and should be monitored closely. Offsetting the longer-term divergence in place since 30/01/26, the recent advance saw futures break above the USD 27,750 high from 06/02, with confirmation from the RSI clearing its resistance (black line on the chart). This near-term momentum confirmation suggests there was still scope for further upside within the broader cycle.
- The futures have entered a corrective phase with price holding above the Fibonacci support zone. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 29,575 with the RSI at or below 62 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 66.5 will mean it is aligned to the buy side. Downside moves that hold at or above USD 27,389 will support a bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: . Bullish throwback
- Price is moving lower on the negative divergence; however, as highlighted previously, there is still scope for further upside based on the RSI breach above the black line on the 06/02. Near-term focus should be on the trend support line at USD 28,071, a sustained close below this level will warn that sell-side pressure is increasing, this will leave support levels vulnerable and damage the broader structure. At this point, the move lower still looks like it could be a technical throwback.