

FIS Capesize Intraday

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

Capesize April 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	32,625	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (65)
- Stochastic is oversold
- Price is above the daily pivot level (32,333)
- Intraday Technical Outlook Thursday: Bullish price action due to the roll, RSI is at resistance.
- We noted on Friday that although we had a longer-term negative divergence in play, the RSI was testing near-term resistance (Highlighted on chart). If the RSI broke its resistance we would have momentum confirmation, warning resistance levels would become vulnerable. Conversely, market bulls should have a note of caution if RSI resistance held. Based on the Elliott wave extension created by the roll, we now have near-term resistance at USD 34,038.
- The futures continue to move higher with the RSI breaking near-term resistance. 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 32,333 with the RSI at or below 57.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 28,352 would support a near-term bull argument, below this level the technical will have a neutral bias.
- Intraday Technical Outlook: conflicting signals
- The futures have seen bid support this morning; however, intraday price action is showing an unusual pattern where we are seeing rising bearish candles. Technically, this suggests that underlying price action remains supported, alongside the recent RSI break highlighted last week. The caveat is that we now have a minor divergence in play with the RSI, warning buyside momentum could slow. As highlighted in the weekly report yesterday, intraday downside moves look like they could be countertrend in the near-term, the divergence does need to be monitored, but the RSI resistance break yesterday supports our wave analysis.

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