

FIS Capesize Intraday

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Capesize April 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	26,816	R1	28,000		
S2	23,445	R2	28,125		RSI below 50
S3	20,992	R3	29,680		

Source Bloomberg

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is below 50 (47)
- Stochastic is overbought
- Price is above the daily pivot level (26,816)
- Intraday Technical Outlook Wednesday: Corrective
- Unchanged on the technical yesterday. Based on our Elliott wave analysis the current upside move looked to part of a bearish 3-wave pattern, suggesting support levels remained vulnerable, providing we remained below the USD 28,125-USD 29,680 resistance zone. Above USD 29,680 the probability of price trading to a new low would begin to decrease. We noted that for downside continuation we needed to see upside rejection of the resistance zone, as the RSI moving average currently suggests that momentum was supported.
- The futures continue to test the upside but remain below the USD 28,125 resistance. Price is between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 26,816 with the RSI at or 42 38 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 29,680 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Conversely, downside moves that hold at or above USD 20,992 will warn that there could be a larger, bullish Elliott wave cycle in play.
- Intraday Technical Outlook: Momentum support
- The RSI moving averages continues to suggests that momentum is supported, in what looks to be a countertrend move higher. A rejection of the USD 28,125-USD 29,680 resistance zone will indicate that sell side pressure is increasing, warning support levels could come under pressure. Conversely, a close and hold above US 28,125 will leave the USD 29,680 resistance vulnerable. In theory, resistance levels should hold, with support coming back under pressure. The reality, while the straight is closed, psychological market patterns will be less reliable, suggesting focus should be on the momentum strength at this point. If the RSI moves below is average, while below the resistance zone, then you will have momentum weakness.

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