

FIS Capesize Intraday

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Capesize April 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	25,250	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (39)
- Stochastic is below 50
- Price is below the daily pivot level (26,225)
- Intraday Technical Outlook Thursday: Momentum break to the downside.
- We noted previously that the downside move of the open meant that price was below the intraday fractal support at USD 26,200, confirming the rejection of the USD 29,680 level. We remained above the USD 24,917 level at this point; however, the weakening momentum warns that this could be tested and broken. If it was, market sellers would target the USD 22,750 fractal support. USD 24,917 was the key level to follow, upside rejection said that it was vulnerable, but at that point, it was still in play.
- Consolidation on Friday, price has gapped lower on the open, meaning the USD 24,917 support has been breached; however, price is back above the 55-period EMA at USD 27,552. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 26,225 with the RSI at or above 46.5 will mean price and momentum are aligned to the buyside. 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: Sell side pressure increasing
- The gap lower on the open means that the probability of price trading to a new high within this phase of the cycle has started to decrease. However, for downside continuation, the futures will need to see a close and hold below the 55-period EMA. Due to the depth of the pullback, we currently have a note of caution on higher moves.

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