

FIS Capesize Intraday

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

Capesize May 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	29,300	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 (67)
- Stochastic is overbought
- Price is above the daily pivot level (28,075)
- Intraday Technical Outlook Monday: caution on downside moves
- The RSI remained below 50 on Monday while the stochastic was overbought, momentum warned that support levels could come back under pressure in the near-term. However, we noted that we had the daily 200 period MA at USD 24,752 and the intraday 200-period MA at USD 24,460. Both of those were benchmark averages, meaning we maintained a cautious approach to downside moves while above 50. For downside continuation, we needed to see a close and hold below the MA support zone.
- The futures sold to a low of USD 25,325 before gapping higher on the roll into May yesterday. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 28,075 with the RSI at or below 50.5 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: Bullish momentum confirmation
- The upside move in the futures is being replicated by the RSI, warning the USD 29,680 level could be tested and broken. We identify USD 29,680 as the key resistance, as a breach above this level would warn that the probability of the futures trading to a new low has begun to decrease. Conversely, a rejection here would suggest caution on higher moves. The momentum confirmation supports a bull argument, suggesting resistance levels are vulnerable.

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