

# FIS Capesize Intraday

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## Capesize May 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	32,750	R1	34,083	RSI above 50	
S2	30,673	R2	34,900		
S3	29,375	R3	36,799		

Source Bloomberg

### Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (58)
- Stochastic is above 50
- Price is below the daily pivot level (34,083)
- Intraday Technical Outlook Previously: Downside moves considered as countertrend.
- The futures remained supported but in divergence with the RSI yesterday, meaning we continued to be cautious on upside moves at those levels, unless we saw the divergence fail. If it did, and the RSI made a new high with price, then the bullish momentum confirmation would warn that resistance levels could come under further pressure in the near-term. As highlighted previously, due to the bullish Elliott wave extension, we maintained our view that downside moves should be considered as countertrend, providing throwbacks held at or above USD 27,615.
- The futures have seen a small move lower but remain relatively supported at this point. We are between the 8-21 period EMA supported by the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 34,083 with the RSI at or above 69 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 27,615 will support a bull argument, below this level the technical will have a neutral bias.
- Intraday Technical Outlook: Conflicting momentum
- Technically downside moves are still considered as countertrend, with price coming under pressure on the negative divergence with the RSI. However, we remain above the USD 32,750 fractal support, but the RSI made new lows yesterday. This is known as a positive reversal pattern and warns resistance levels are still vulnerable in the near-term. Below USD 32,750 price and the RSI will have made a new low, known as bearish momentum confirmation, at this point the Fibonacci support becomes vulnerable. A momentum conflict today, the positive reversal pattern warns that could still be one more test to the upside while we hold above USD 32,750.

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