

# FIS Capesize Intraday

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

## Capesize June 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	33,750		Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

### Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Price is below the daily pivot level (35,300)
- Intraday Technical Outlook Previously: Negative divergence
- Unchanged on the technical yesterday, the futures remained in divergence with the RSI. We noted that this was not a sell signal, it warned that buy-side momentum could slow down, meaning it needs to be monitored. On the buy-side, Fibonacci projection levels continued to suggest that we had a potential upside target at USD 38,785 for this phase of the cycle. Technically bullish, the divergence needed to be monitored.
- The futures traded to a high of USD 35,625 before gapping lower on the open due to the roll into June. 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 35,300 with the RSI at or above 56.5 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 32,737 will support a bull argument, below this level the technical will have a neutral bias.
- Intraday Technical Outlook: negative divergence.
- The technical pullback has come from the roll into June; however, price is holding above the USD 32,737 Fibonacci support. We identify this as a key level on the technical; if broken, then the probability of the futures trading to a new high will begin to decrease. As highlighted previously, Fibonacci projection levels suggest that we have a potential upside target for this phase of the cycle at USD 38,758. We are still divergent, which needs to be monitored.

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