

FIS Capesize Intraday

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Capesize June 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	37,875	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 (62)
- Stochastic is overbought
- Price is below the daily pivot level (38,691)
- Intraday Technical Outlook Previously: supported
- We noted previously that the upside move in the futures had slowed due to the RSI holding resistance; however, price had moved higher on a positive reversal pattern, meaning the USD 36,750 resistance was still considered as vulnerable. Market buyers should be cautious on upside breakouts to a new high if the RSI remained below resistance, as it would warn that the move could be unsustainable.
- The futures traded to a high of USD 39,250 with momentum breaking resistance. We have entered a corrective phase but we remain above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below 38,691 with the RSI at or above 59.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buyside. Downside moves that hold at or above USD 34,325 will support a bull argument, below this level the technical will have a neutral bias.
- Intraday Technical Outlook: Supported
- The futures have entered a corrective phase with the RSI moving average implying momentum is supported. As highlighted in the close report yesterday, lower timeframe Elliott wave analysis suggests that downside moves should in theory be countertrend, providing we hold above the USD 35,999 level. Below USD 35,999 the probability of price trading to a new low will begin to decrease. For this reason, we remain cautious on intraday downside moves in the near-term.

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