

# FIS Capesize Intraday

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

## Capesize July 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	33,450	R1	34,266		
S2	31,975	R2	36,912		RSI below 50
S3	31,241	R3	37,812		

Source Bloomberg

### Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (32)
- Stochastic is below 50
- Price is below the daily pivot level (34,266)
- Intraday Technical Outlook Previously: Caution on upside moves.
- We maintain our view on Friday that downside moves in the June futures should be considered as countertrend. The pullback on the roll into the July contract had resulted in price gapping below the USD 34,751 support, indicating the probability of price trading to a new high had started to decrease. For this reason we were cautious on upside moves while below the USD 39,083 resistance. Key longer-term support was at USD 29,094, throwbacks that held at or above this level would warn that there could be a larger, bull cycle coming into play.
- Having gapped lower previously, price has started to consolidate. We are below the 8-21 period EMA supported by the RSI below 50, intraday price and momentum are aligned to the sell side
- A close on the 4-hour candle above 34,266 with the RSI at or above 59 would mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 39,032 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Intraday Technical Outlook: Caution on upside moves.
- Large gaps on futures rolls can resulting in missing Elliott wave (hidden waves), meaning price action is a little difficult to read. However, based on the depth of the pullback, upside moves should be considered as countertrend in the near-term, providing we remain below the USD 39,032 resistance. Key longer term support is at USD 29,094, throwbacks that hold at or above this level will leave the technical open to further bullish Elliott wave cycles. Market buyers should be cautious on a close that holds below the daily 50-period MA at USD 33,068, as it will warn that price could weaken further.

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