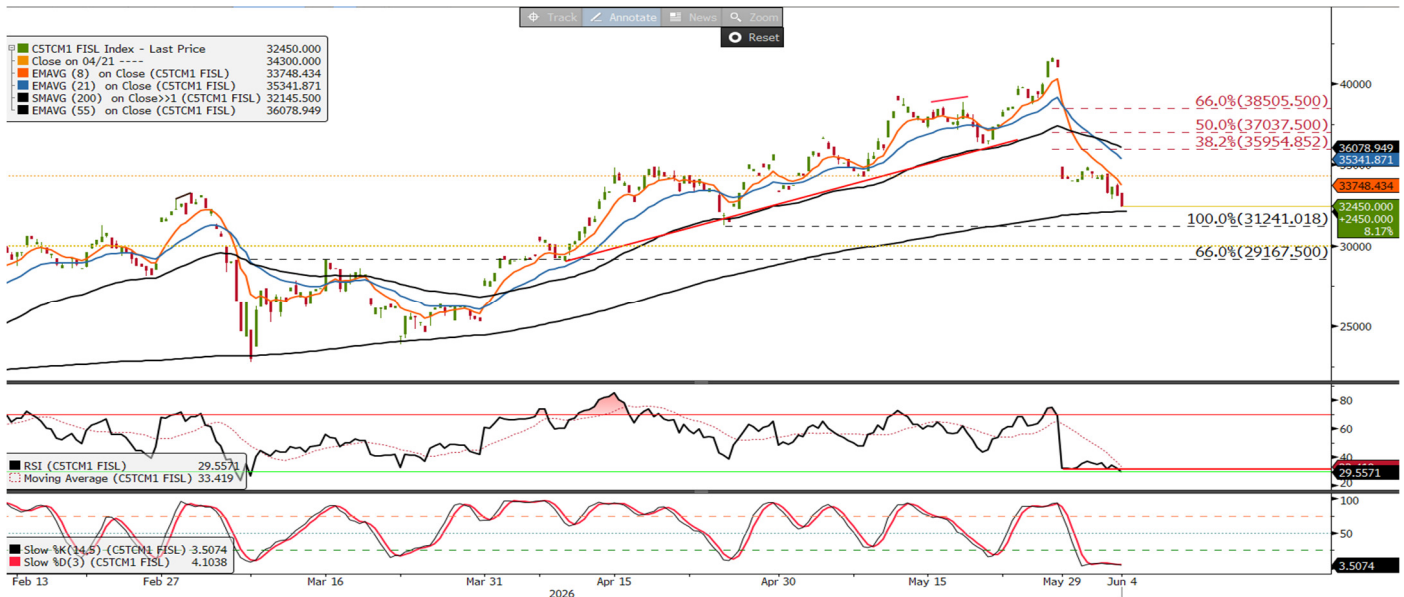


FIS Capesize Intraday

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Capesize July 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	32,145	R1	33,491	Stochastic oversold	RSI below 50
S2	31,241	R2	36,063		
S3	29,167	R3	37,125		

Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (29)
- Stochastic is oversold
- Price is below the daily pivot level (33,491)
- Intraday Technical Outlook Previously: Minor positive divergence
- We noted yesterday that the break to the downside on the open meant that we had a minor positive divergence in play with the RSI, which was more prominent on the 1-hour timeframe. The daily 50-period SMA is at 33,344 meaning price was trading on the average. A daily close and hold below it would warn the intraday divergence could fail. Conversely, market sellers should be cautious if we held above it while in divergence, as it will leave price vulnerable to an intraday move higher
- The futures closed just below the 50-period Sma yesterday (not enough to be considered as break below it), with price coming under light pressure again on the open. 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 33,491 with the RSI at or above 35.5 would mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 38,565 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Intraday Technical Outlook: Inflection point
- Price is below the daily 50-period MA at USD 33,474 but above the intraday 200-period MA at USD 32,146, meaning price is at an inflection point. the 4-hour divergence is in the process of potentially failing; however, the 1-hour RSI is still divergent, warning sell side momentum could slow down. For downside continuation, the futures are going to need a close and hold below the intraday 200-period MA, while a close that holds back above the daily 50-period MA will signal an increase in buyside pressure.

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