

FIS Capesize Intraday

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Capesize Aug 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	30,900	32,075	RSI above 50	
S2	29,993			
S3	28,478			
R1	32,355			
R2	34,125			
R3	36,525			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (68)
- Stochastic is above 50
- Price is above the daily pivot level (30,900)
- Intraday Technical Outlook Previously: Caution on downside moves
- We maintained a cautious approach to lower moves previously due to the positive divergence that warned that sell side momentum could slow down. A close and hold back above the daily 200-period MA at USD 27,825 would indicate buyside support was entering the market, while a move above the USD 30,125 fractal resistance would suggest that this phase of the corrective phase may have completed. We identified USD 36,525 as the key longer-term resistance, as rejections below this level would signal a move complex corrective phase.
- The July futures have moved higher on the positive divergence highlighted last week. The roll into August has resulted in a gap higher, this has been followed by bullish price action yesterday. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below 30,900 with the RSI at or below 40.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 36,325 will warn that there could be a larger corrective phase coming into play.
- Intraday Technical Outlook: Inflection point
- The upside move on the positive divergence, coupled with the gap high on the roll into August, means that price is above the USD 30,175 fractal resistance. Buyside pressure indicates that the RSI now has positive velocity and acceleration; this signals bullish momentum confirmation, suggesting caution on lower moves. Price is approaching the intraday 200-period MA at USD 32,519, meaning we are nearing an inflection point; for upside continuation the futures will need to close and hold above the average. Throwbacks that hold at or above USD 28,478 would support a bullish argument; conversely, below USD 28,478 the probability of price trading to a new high will begin to decrease, weakening the bullish structure. The bullish momentum confirmation on the back of the divergence implies caution on lower moves in the near-term.

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