

FIS Capesize Intraday

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Capesize Aug 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	33,558	R1	34,125	RSI above 50 Stochastic overbought
S2	32,732	R2	36,525	
S3	31,028	R3	38,415	

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (71)
- Stochastic is overbought
- Price is above the daily pivot level (33,558)
- Intraday Technical Outlook Previously: Inflection point
- We noted previously that the upside move on the positive divergence, coupled with the gap high on the roll into August, meant that price was above the USD 30,175 fractal resistance. Buyside pressure indicated that the RSI had positive velocity and acceleration; this signaled bullish momentum confirmation, suggesting caution on lower moves. Price was approaching the intraday 200-period MA at USD 32,519, meaning we were nearing an inflection point; for upside continuation the futures would need to close and hold above the average. Throwbacks that held 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 would begin to decrease, weakening the bullish structure. The bullish momentum confirmation on the back of the divergence implied caution on lower moves in the near-term.
- We continue to see bid support with price above all key moving averages, the RSI is above 50 while price and momentum are aligned to the buyside.
- A close on the 4-hour candle below 33,558 with the RSI at or below 56 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: Buyside pressure increasing
- The close and hold above the intraday 200-period MA at USD 32,732 is signaling that buyside pressure is increasing. We continue to see bullish momentum confirmation, implying corrective moves should be considered as bullish throwbacks, rather than bearish at this point. Price is now trading on the daily 50-period MA at USD 33,460, a close and hold above this average would further support a buyers argument. Market bulls should be cautious on a close and hold back below the 200-period MA, as it will warn Fibonacci support could be tested in the near-term.

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