

FIS Capesize Intraday

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Capesize Aug 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	34,800	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is above 50 (65)
- Stochastic is above 50
- Price is above the daily pivot level (34,250)
- Intraday Technical Outlook Previously: Bullish throwback
- We noted yesterday that the close below the trend support line signaled that price had entered a corrective phase, making USD 29,727 (correction USD 29,645) the key support on the technical; throwbacks that held at or above this level would indicate underlying support in the market. Conversely, if broken, then the probability of price trading to a new high would begin to decrease. As highlighted previously, the bullish momentum confirmation, coupled with the RSI breaching the 70 level suggested that the move lower is a bullish intraday correction, rather than bearish at this point.
- Having traded to a low of USD 33,875 the futures are now seeing light bid support. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above 34,250 with the RSI at or above 68.5 would mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell side. Upside moves that fail at or below USD 36,525 would warn that there could be a larger corrective phase coming into play.
- Intraday Technical Outlook: Bullish throwback
- We continue to be cautious on lower moves due to the bullish momentum confirmation, alongside the RSI breaching the 70 level. If price and momentum become aligned to the buyside, then resistance will become vulnerable. We identify USD 36,525 as the key level to follow; if breached the probability of price trading to a new low will begin to decrease. Caution is warranted on upside moves that reject the USD 36,525 resistance, or we see a breach the USD 29,645 support.

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