

FIS Capesize Intraday

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

Capesize Sep 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	39,541	R1	40,250	39,975	RSI above 50	
S2	36,850	R2	41,625			
S3	36,616	R3	42,722			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (64)
- Stochastic is above 50
- Price is above the daily pivot level (39,541)
- Intraday Technical Outlook Previously: Downside moves considered as countertrend.
- Unchanged on the technical yesterday. The futures had traded down to but held the 21 period EMA at USD 38,891 on the RSI divergence; however, as highlighted previously, due to the bullish Elliott wave extension, our analysis continues to suggest that downside moves should be considered as countertrend.
- The futures remain supported with price trading above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below 39,541 with the RSI at or below 61 would mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 33,971 will support a bull argument, below this level the technical will have a neutral bias.
- Intraday Technical Outlook: Downside moves considered as countertrend.
- Due to the bullish Elliott wave extension we maintain our view that downside moves should be considered as countertrend. Fibonacci projection levels suggest that we have a potential near-term upside target at USD 42,722; however, we are starting to have a cautious approach, as above USD 40,250 the futures will produce a second RSI divergence. This is a condition, not a sell signal, we would need to bearish price confirmation to signal that the divergence was being respected. If the RSI moves above the high that formed on the 21/08, then the bullish momentum confirmation will bring the USD 42,772 level into focus.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com