

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	R1	42,675	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (78)
- Stochastic is overbought
- Price is above the daily pivot level (42,058)
- Intraday Technical Outlook Previously: Downside moves considered as countertrend.
- We noted on Thursday that due to the bullish Elliott wave extension we maintained our view that downside moves should be considered as countertrend. Fibonacci projection levels suggested that we had a potential near-term upside target at USD 42,722; however, we were starting to have a cautious approach, as above USD 40,250 the futures would produce a second RSI divergence. This was a condition, not a sell signal, we needed to see bearish price confirmation to signal that the divergence was being respected. If the RSI moved above the high that formed on the 21/08, then the bullish momentum confirmation would bring the USD 42,772 level into focus.
- The futures and the RSI have both made new highs, resulting in the USD 42m722 resistance being tested. Price is 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 42,058 with the RSI at or below 65 would mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 40,320 will support a bull argument, below this level will warn that the futures are entering a higher timeframe corrective phase.
- Intraday Technical Outlook: Downside moves considered as countertrend
- The futures have traded at a high of USD 43,125 with both lower and higher timeframe Elliott wave analysis suggesting downside moves should be considered as countertrend at this point. Throwbacks that hold at or above USD 40,320 will support a near-term bull argument; however, below this level will warn that price is entering a higher timeframe corrective phase.

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