FIS

Capesize Intraday

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Capesize Sep 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	43,541	R1	45,000	44,650	RSI above 50	Stochastic overbought
S2	42,050	R2	45,450			
S3	41,670	R3	48,533			

Source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (82)
- Stochastic is overbought
- Price is above the daily pivot level (43,541)
- Intraday Technical Outlook Previously: Downside moves considered as countertrend
- Unchanged on the technical yesterday. Both lower and higher timeframe Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. Throwbacks that held at or above USD 40,320 would support a near-term bull argument; however, below this level would warn that price was entering a higher timeframe corrective phase.
- The futures have traded at new highs, 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 43,541 with the RSI at or below 72.5 would mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 39,502 will support a bull argument, below this level will warn that the futures are entering a higher timeframe corrective phase.
- Intraday Technical Outlook: Supported
- We are marking the lower timeframe Elliott wave cycle as being on a wave 5, while the higher timeframe wave cycle implies downside moves should be considered as countertrend. However, the wave 4 pullback on the lower cycle was very shallow, while the RSI has made new highs; the light pullback and bullish momentum confirmation does mean that we could still be in the wave 3 on the lower timeframe, the RSI implies that this is the case. Although we have marked it as iv, v, we continue to be cautious on intraday throwbacks due to the bullish momentum confirmation. USD 45,000 is the 200% projected move of the wave 1, USD 45,450 is a potential resistance based on Fibonacci projection levels.