FIS Capesize Intraday

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

Capesize Oct 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	46,546	R1	48,458	47,700	RSI below 50	Stochastic oversold
S2	45,054	R2	51,103			
S3	43,032	R3	53,021			

Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is at 50 (45)
- Stochastic is oversold
- Price is above the daily pivot level (48,458)
- Intraday Technical Outlook Previously: Corrective
- Elliott wave analysis continued to suggest that downisde moves should be considered as countertrend, making USD 43,032 the key support to follow. The RSI was neutral at 50; as highlighted previously, market sellers should act with caution if the RSI tested and held the 40 level, as it would signal momentum support. We maintain our view that the move lower remains corrective and not bearish, if the USD 43,032 was breached, it would warn that price is entering a higher timeframe corrective phase.
- The futures remain in a corrective phase with price below the 8-21 period EMA;s, the RSI is below 50 while price and momentum are aligned to the sell side.
- A close on the 4-hour candle above 48,458 with the RSI at or above 62 would mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 43,032 would support a bull argument, below this level would warn that the futures are entering a higher timeframe corrective phase.
- Intraday Technical Outlook: Corrective
- The futures remain in a corrective phase with the RSI below 50. The ADX is moving lower, but at 31 signals we remain in a trending environment; however, the DMI is now showing a bearish cross. Market buyers should be cautious if the ADX starts to move higher while price remains corrective, as it would signal an increase in sell side pressure, warning the Fibonacci support zone could be tested. Our Elliott wave analysis does suggest that this is a bullish throwback, rather than a bearish move. If we trade below the USD 43,032 support, it will warn that we could be 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