# FIS Capesize Intraday

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## *Capesize Oct 26 Morning Technical Comment – 240 Min*




| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 48,125 | R1 | 51,375 | 49,000 | RSI above 50 | Stochastic overbought |
| S2 | 47,064 | R2 | 53,456 | | | |
| S3 | 45,500 | R3 | 55,875 | | | |

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- Price is below the daily pivot level (49,133)
- Intraday Technical Outlook Previously: Buyside pressure increasing
- The move above the USD 49,420 resistance yesterday warned that the probability of the futures trading at a new low had started to decrease, this further supported the increase in buyside pressure that we highlighted on Friday. The RSI was at 61, meaning we are potentially in the process of reclaiming the 60 level; if we closed and held above 60, then we target the USD 51,375 fractal high. Fibonacci projection levels warn that we have a potential upside target at USD 58,294 if we see an upside breakout. Market bulls should act with caution if the RSI failed to reclaim the 60 level.
- Having traded at a high of USD 50,100 the RSI has failed to hold above the 60 level resulting in bids fading. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle below 49,133 with the RSI at or below 51.5 would mean price and momentum are aligned to the sell side; likewise, a close above this level would mean it is aligned to the buyside. Downside moves that hold at or above USD 43,108 would support a bull argument, below this level would warn that the futures are entering a higher timeframe corrective phase.
- Intraday Technical Outlook: Supported
- The futures remain supported having breached the USD 49,420 resistance previously; however, the RSI has failed to reclaim the 60 level, meaning momentum is leaving price vulnerable to an intraday throwback. A move below the USD 48,125 fractal support would warn that the USD 47,064 level could be tested; if broken it would signal sell side pressure is increasing , leaving the USD 45,500 fractal low vulnerable. Our Elliott wave analysis suggests downisde moves should be considered as countertrend, providing the USD 43,108 Fibonacci support is not breached. If it is, it would imply that we could be entering a higher timeframe corrective phase. Although downside moves should be considered as countertrend, for upside continuation we need to see the RSI reclaim the 60 level.

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