FIS

Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | fis-live.com
London (+44) 20 7090 1120 | Dubai (+971) 4 4493900 | Singapore (+65) 6535 5189 | Shanghai (+86) 21 6335 4002

Capesize Nov 26 Morning Technical Comment – 240 min

Support		Resistance		Current price	Bull	Bear
S1	32,975	R1	35,114	34,925	Stochastic oversold	RSI below 50
S2	30,750	R2	36,462			
S3	29,671	R3	38,290			

- **Synopsis- Intraday**
- Price is between the 8-21 period EMA's
- RSI below 50 (43)
- Stochastic is oversold
- Price is above the daily pivot level (USD 32,975)
- Intraday Technical Outlook Previously: Upside moves considered as countertrend
- The futures were seeing light bid support on Friday with price testing the 8-period EMA. Our Elliott wave analysis suggested that upside moves should be considered as countertrend, while the ADX at 44 signaled a strong bearish trending environment. A close above the daily 200-period MA at USD 33,358 would signal that buyside support was entering the market; however, pullbacks that failed at or below USD 38,290 would leave price vulnerable to further downisde moves, above this level the probability of price trading at a new low would start to decrease.
- The futures closed on the daily 200-period MA on Friday at USD 33,350; however, we have opened with did support this morning, meaning price is between the intraday 8-21 period EMA's. The RSI remains below 50 with price and momentum aligned to the buyside.
- A close on the 4-hour candle below USD 32,975 with the RSI at or below 24.5 would mean price and momentum are aligned to the sell-side. Upside moves that fail at or below USD 38,290 would suggest that support levels remain vulnerable, above this level the probability of the futures trading at a new low would start to decrease.
- Intraday technical outlook: Upside moves considered as countertrend
- The upside move in the futures means price is above the daily 200-period MA at USD 34,425, a daily close and hold above this level it would suggest that buyside pressure is increasing, implying there is underlying support in the market. Our intraday Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, providing we remain below the USD 38,290 resistance; if broken, then the probability of price trading at a new low would start to decrease. Countering this, the RSI is at 43, if it moves above 50, while price is below the USD 42,175 fractal resistance, it will indicate that we have a negative reversal pattern in play, warning buyside momentum could slow down. We are seeing bid support, while the RSI is above 40, meaning resistance levels could come under pressure in the near-term, in what looks to be a countertrend move higher.

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 FZCO ('FIS FZCO') 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