

Brent Sep 20 Morning Technical Comment – 240 Min



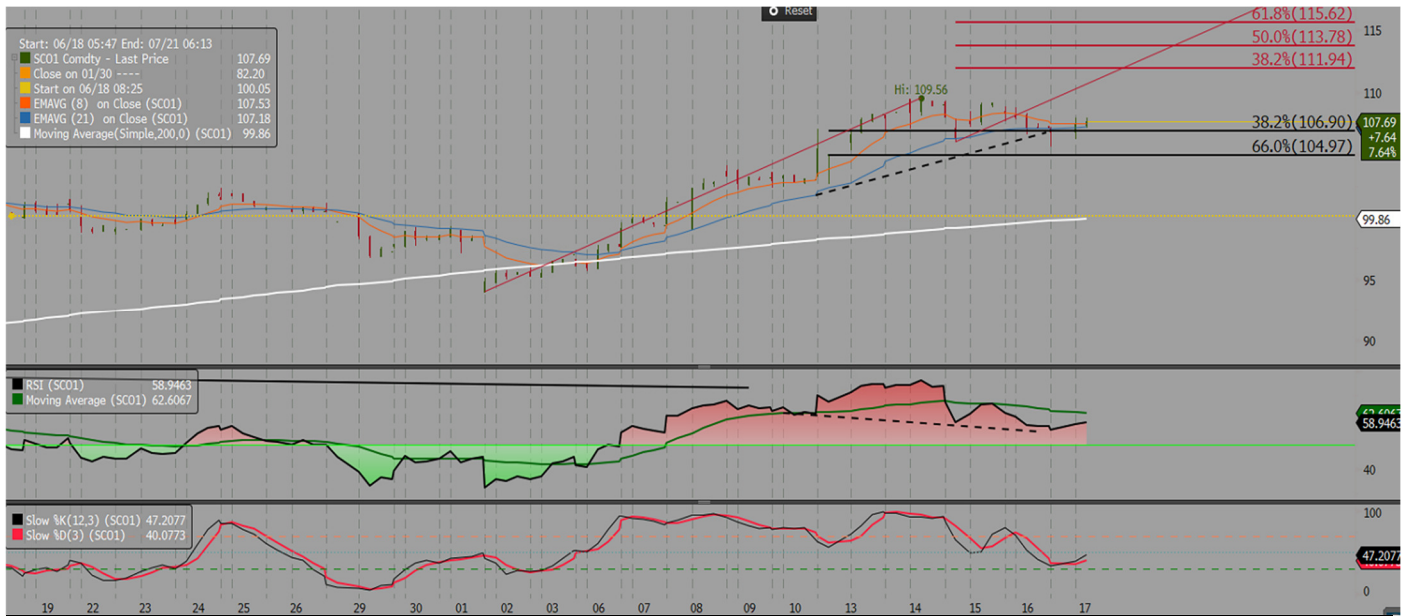
	Support	Resistance	Current Price	Bull	Bear
S1	43.14	R1	43.25	Stochastic is oversold	RSI below 50
S2	42.70	R2			
S3	42.13	R3			

Chart Source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA
- RSI is below 50 (47)
- Stochastic is oversold
- Price is below the pivot point at USD 43.45
- Previous days high/low USD 43.80 - USD 43.14
- A rangebound market yesterday has resulted in another inside day pattern on the daily chart giving us a technical range between USD 43.85—USD 42.70. Downside moves below USD 43.14 would be below the previous days low suggesting we could test the USD 42.70 support
- Price is below the daily pivot point and the EMA's warning of intraday weakness, however the USD 43.14 support is currently holding. Upside moves that fail to close above the USD 43.45 daily pivot would warn of potential further weakness. Above USD 43.45 the intraday technical would be seen as firming
- Neutral due to the inside day, the fractal is bearish, momentum is oversold—Very mixed on the technical front

Iron Ore Offshore July 20 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	106.90	R1	111.94	RSI above 50	Stochastic overbought
S2	106.00	R2	113.78		
S3	104.97	R3	115.62		
			107.69		

Synopsis - Intraday

- Price is above the 21 period EMA's
- RSI above 50 (58) - Hidden divergence
- Stochastic oversold
- Price is above the pivot point at USD 107.53
- Lower time frame wave analysis indicated that this looks to be the case. Price has held in the downside support zone supported by the bullish hidden divergence highlighted a couple of day back
- The futures are now above the daily pivot point and the 8—21 period EMA's indicating the technical picture is firming
- Downside moves below the USD 104.97 level would be considered as deep and take the technical into a neutral phase. It would also bring into question the bullish Elliott wave count as deep pullbacks often (not always) struggle to make new highs
- Upside moves above 109.56 will have completed the minimum requirement for wave completion with a target zone between USD 111.94 — USD 115.62. Note; CNY 863 has the potential to be a big level on the DCE if it gets there due to it being a Fibonacci overlap