

FIS Technical – Brent August Daily



	Support	Resistance	Current Price	Bull	Bear
S1	39.47	R1	43.93	RSI above 50	Stochastic overbought
S2	36.95	R2	45.18		
S3	35.37	R3	46.60		

Synopsis - Intraday

- Price action is above the 8 – 21 period EMA
- RSI is above 50 (61)
- Stochastic is overbought
- In the space of a week the futures have moved up USD 3 and down USD 3. It remains a story of the two gaps
- The futures have now been in a range for the last 28 trading sessions between USD 45.18—USD 35.37. on the last report we highlighted it was the story of two gaps and this remains the case
- Downside moves below USD 39.47 would break fractal support and be considered as technically bearish giving itself a downside target of USD 35.37.
- Upside moves above USD 45.18 would be considered as technically bullish
- The fractal footprint is bullish but the market is really considered as neutral due to the range. Momentum indicators remain in bullish territory, however both the RSI and the stochastic have the potential to produce a negative divergence on a new high suggesting range resistance could hold for now

FIS Technical – DCE Iron Ore Sep 20

Synopsis:

This technical has just got a little bit complex as we previously had this as cycle completion, yet it has gone on to make a new high. There were signs last week that momentum was still bullish as the RSI was above 50 and the stochastic in oversold territory, however this conflicted with fractal footprint that had entered a corrective phase.

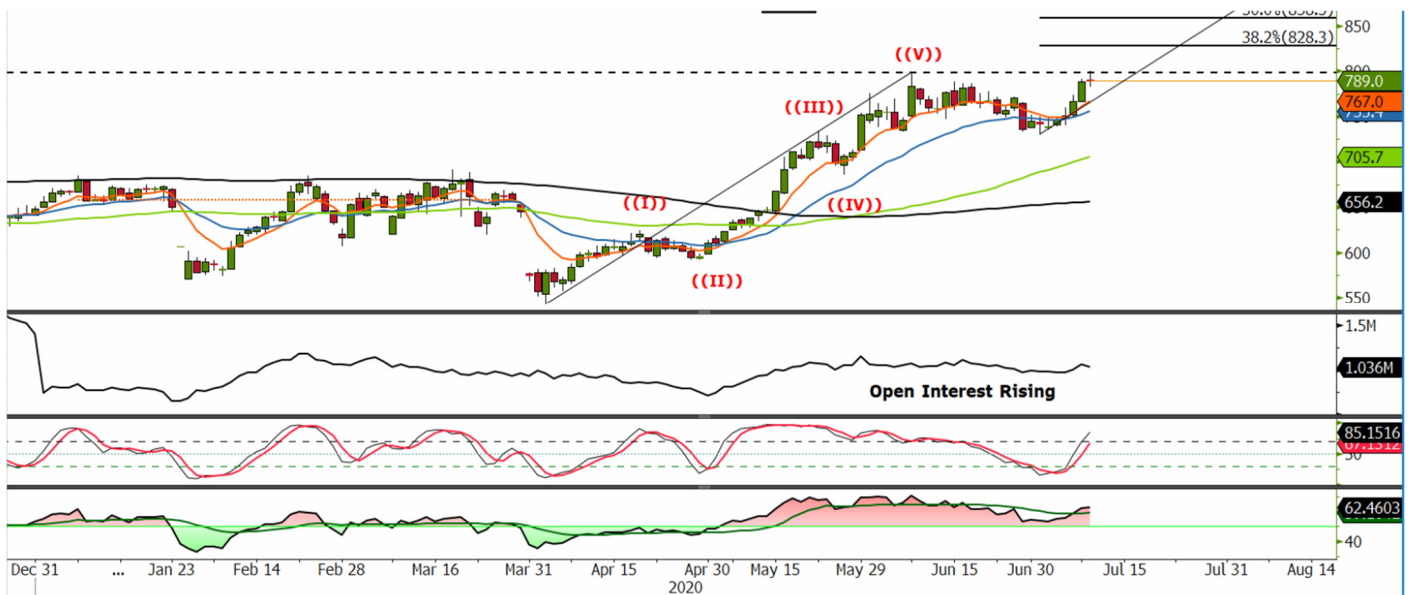
The fact that we have made a new high would suggest there has been a wave extension, though at this point it remains unclear on lower time frames. There is an outside possibility that this is just an overextended wave B that could soon correct.

From a technical perspective the trend is considered as bullish as price is above the EMA's which are heading higher. This is supported by the RSI which is above 50, with price above the weekly pivot point.

Technically bullish does not mean it is a technical buy. Both the RSI and the stochastic are showing a negative divergence, warning we have the potential to see a momentum slowdown soon. The divergence does not mean the market is a sell as they can and do fail, confirmation from another indicator (preferably by price) is needed for technical entry on the sell side.

Technically this is bullish but not considered a technical buy. The new high would suggest there has been a wave 3 extension on a lower time frame, but at this point it is for some reason not visible. If this is just an overextended wave B (very rare) it would explain the new high after what looked like a wave completion.

FIS Technical – DCE Iron Ore Sep 20



	Support	Resistance	Current Price	Bull	Bear	
S1	754	R1	789	RSI above 50	RSI Divergence	
S2	729.3	R2				818
S3	730.5	R3				828

Synopsis - Intraday

- Price action is above the 8 – 21 period EMA
- RSI is above 50 (62)
- Weekly pivot point is CNY 747
- Stochastic is in divergence with price
- Aggregate open interest is rising with price
- Technical support starts at CNY 747
- The futures have made a new high
- Price is at technical resistance