FERTS AGRI OIL WET FFAS DRY FFAS IRON ORE METALS AIR FREIGHT COAL

FIS

Oil and Ore Intraday Morning Technical

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

Brent Oct 20 Morning Technical Comment – 240 Min



Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (68)
- Stochastic is overbought
- Price is above the daily pivot point USD 40.30
- Previous days high/low USD 40.82 USD 39.39
- Downside moves would not have been considered as a technical sell sue to the potential for a positive divergence with the RSI. Yesterdays breakout above the previous days high signalled buying pressure was increasing. However, we continue to remain withing the range of the large bear candle from the 08-09-20 making USD 42.07 a key resistance level going forward
- Both the RSI is nearing 70 with the stochastic in overbought territory warning we could see a
 momentum slowdown soon. Downside moves below USD 41.04 would create a lower low on the
 60 min chart warning of an intraday correction; however, the futures would be above the USD
 40.30 daily pivot point keeping the intraday itself in bullish territory
- Ultimately the technical remains in the body of the candle from the 08-09-20 keeping the phase neutral. The current intraday is above the EMA's and pivot point but momentum would suggest we have the potential to enter a corrective phase soon making USD 41.04 a key support and USD 42.07 the key resistance

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 www.freightinvestorservices.com

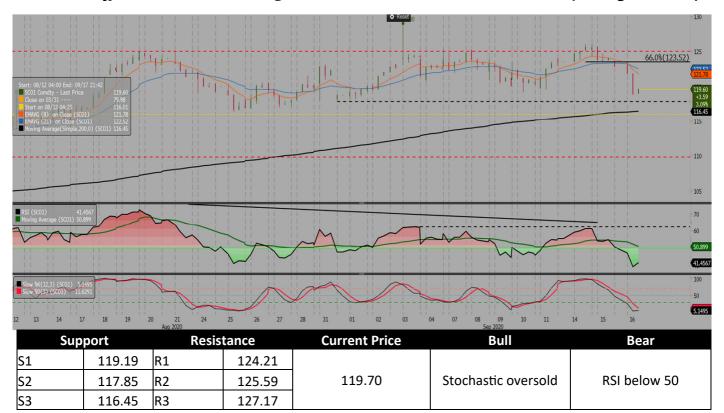
FERTS AGRI OIL WET FFAs DRY FFAS IRON ORE METALS AIR FREIGHT COAL

FIS

Oil and Ore Intraday Morning Technical

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

Iron Ore Offshore Oct 20 Morning Technical Comment – 240 Min Chart (rolling contract)



Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (41)
- Stochastic is oversold
- Price below the daily pivot point USD 124.12
- Price and momentum were conflicting on the last report with price needing to stay above the 125.34 support for a technical breakout to be confirmed. However, the upside move failed to hold onto gains with back withing its range the following day. The range breakout failed to hold. Crucially on the daily DCE technical from Friday the DCE has broken the CNY 809—CNY 805 support that had previously held four times. The DCE has produced a range breakout to the downside. If the DCE holds below the CNY 805—809 level (now resistance) then the offshore product is likely to experience selling pressure based on the DCE breakout
- Upside moves that fail at or below the USD 123.52 level remain vulnerable to further tests to the down-side, above this level and the futures enter neutral territory
- The RSI and the futures are both making lower lows indicating momentum is weak, the oversold stochastic is oversold suggesting we could see some buying support between the USD 117,85—USD 116.45 support zone. From a technical perspective the 200 period MA at USD 116.45 is now a legitimate downside target
- The DCE has been bearish since the futures roll but had formed a range, this is now failing to the down-side warning that the offshore product looks vulnerable

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 www.freightinvestorservices.com