



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 (66)
- Stochastic is oversold
- Price is above the daily pivot point USD 42.75
- Previous days high/low USD 43.50 USD 41.50
- Having identified the market was not considered as a technical sell within the range we have seen an upside breakout. However, the move is now being driven by rhetoric out of Saudi Arabia rather than a pure technical push
- Downside moves below the USD 43.12 would create a lower low on the 1-hour chart and suggest price is entering a corrective phase. However, for the intraday to be considered as bearish it needs to trade below the USD 42.75 daily pivot point. Downside moves that hold above this level will see technical buyers entering the market
- The RSI is in bullish territory but remains in divergence with price. Not a sell signal it is a warning that momentum is weakening and could slowdown soon. If the RSI goes above the 77.338 level the divergence will have failed
- Technically bullish but in divergence

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)



	Support	Resistance	Current Price	Bull	Bear
S1	117.95	R1	122.80	RSI above 50	
S2	116.99	R2	121.40		
S3	116.52	R3	126.10		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8–21 period EMA’s
- RSI is above 50 (51)
- Stochastic is above 50
- Price below the daily pivot point USD 117.95
- Having held the 200 period MA the futures have now moved higher in line with the upward move with the DCE. It is worth highlighting here that having seen the Shanghai Composite index produce a strong close the DCE rallied CNY 12 in the last 30 mins
- The RSI and the stochastic have both moved above the 50 level, indicating momentum is improving along with price which is now above the 8–21 period EMA’s. However, key resistance remains unchanged at USD 122.80. Upside moves that fail at or below this level remain vulnerable to further tests to the downside. Above this level the pullback is considered as deep and the phase neutral
- Key downside support is the 4-hour 200 period EMA, as this established itself yesterday. Price action that tests and holds the USD 116.99 200 period MA support will be from short covering and technical buyers defending the average.
- The technical remains in bearish territory with the boundaries now set between USD 122.80 and the 200 period MA

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