

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



	Support	Resistance	Current Price	Bull	Bear
S1	42.45	R1	42.81	Stochastic oversold	RSI below 50
S2	41.85	R2			
S3	40.58	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Price is below the daily pivot point USD 43.12
- Previous days high/low USD 43.80 USD 42.53
- Technically bullish on the last report but in divergence warning of a momentum slowdown. Price action has broken the 60 min trend support and opened below the daily pivot point and EMA's. we also not the distancing between the pivot points is decreasing, supporting a momentum slowdown
- The intraday technical is considered as weak as below the USD 43.12 level. Upside moves above the daily pivot point would keep price action in the direction of the intraday trend and be considered as bullish.
- Downside moves below the USD 42.53 level would break fractal support on a higher time frame (previous days low) supporting a weakening technical
- At this point the fractal footprint remains bullish above the USD 42.53 level. However, the intraday technical is showing signs of weakness with price below the daily pivot point and the RSI is below 50. Price action needs to break fractal support for technical sellers to enter the market

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

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	115.92	Stochastic divergence	RSI below 50
S2	116.99	R2			
S3	116.52	R3			

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
- The futures failed to trade above the USD 122.80 resistance level keeping the technical in bearish territory leaving it vulnerable to tests to the downside. Price action has broken to the downside and is now below the 200 period MA, 8–21 period EMA's and the daily pivot point.
- The near-term technical remains in bearish territory with the RSI below 50. The stochastic is showing a positive divergence on the 4-hour intraday chart warning that downside momentum has the potential to slowdown. The positive divergence is not a buy signal as they can and do fail.
- Upside moves that fail at or below the USD 119.61 Fibonacci resistance leaves the technical vulnerable to further tests to the downside
- The 200 period MA is broken but still in play. If price action can go above and stay above the 117.22 level there remains a bullish technical argument as this is an average that is followed by many
- Technically bearish and making lower lows in the market. However, the divergence is warning that the intraday is looking a little oversold at this point. Important levels, USD 117.12 and USD 119.61, with the second resistance being the Key level of resistance