

# FIS Oil and Ore Intraday Morning Technical

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## Brent Oct 20 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	41.26	R1	41.83	Stochastic oversold	RSI below 50
S2	40.96	R2			
S3	40.67	R3			

### Synopsis - Intraday

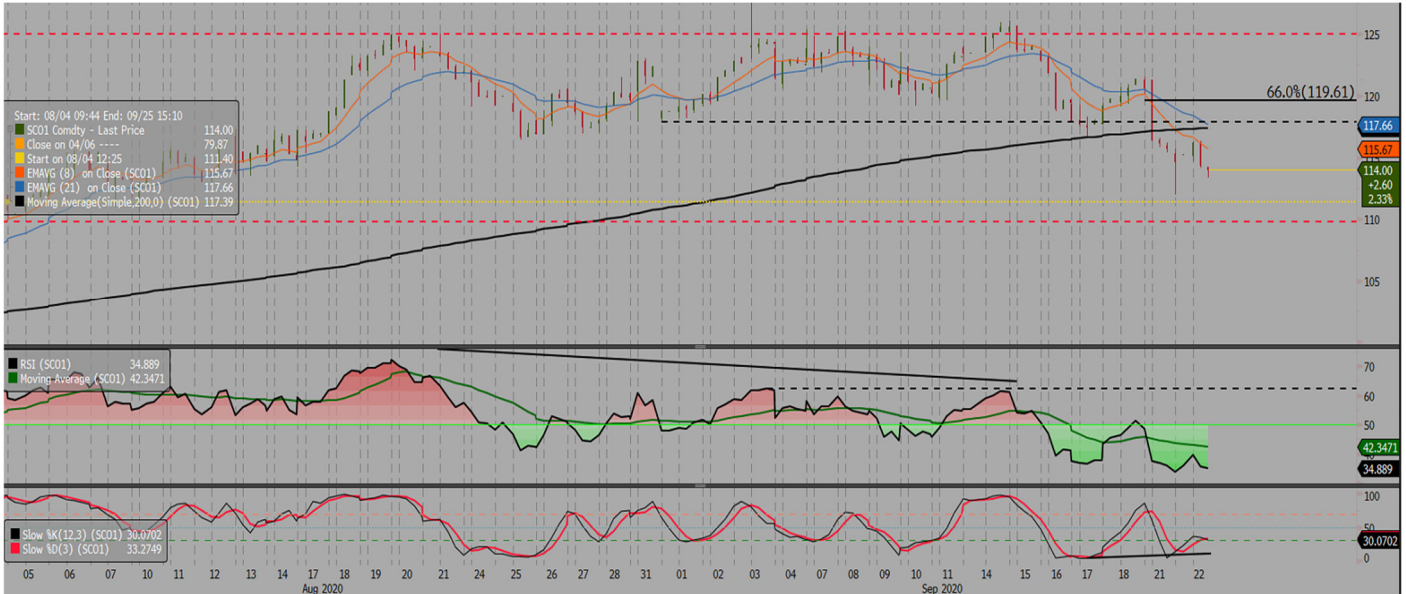
Source Bloomberg

- Price is above the 8–21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Price is below the daily pivot point USD 41.98
- Previous days high/low USD 43.30 USD 40.96
- technical signals were looking weak yesterday with price breaking the USD 42.53 fractal support. This resulted in the futures making a new low at USD 40.96
- Intraday price has made a higher high on the 60 min chart but this is within the previous days range meaning it is considered as countertrend. Price also remains below the daily pivot point supporting intraday weakness
- Upside moves above the USD 41.98 level would suggest that intraday upside momentum is increasing. The RSI slope is currently bullish with the stochastic oversold. If the RSI goes below 41 then momentum will be considered as weakening
- Technically bearish, upside moves that fail at or below the USD 42.48 level remain vulnerable to further tests to the downside. Above this level the pullback is considered as deep meaning the technical phase will move from bearish to neutral

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



	Support	Resistance	Current Price	Bull	Bear	
S1	113.60	R1	114.06	Stochastic divergence	RSI below 50	
S2	112.00	R2				117.35
S3	111.45	R3				119.70

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8–21 period EMA’s
- RSI is below 50 (34)
- Stochastic divergence
- Price below the daily pivot point USD 116.32
- Having initially fallen further on the evening session the futures retraced with the stochastic still in divergence. Crucially the futures failed to trade above the USD 117.22 200 period MA keeping the technical below the long-term average
- Upside moves above the USD 116.32 fractal resistance would create a higher high in the market indicating the technical is turning bullish. However, if price rejects the daily pivot point (USD 117.55) or the 200 period MA (USD 117.39) then the technical remains vulnerable
- The stochastic remains in divergence (again, warning not a but signal). Price action below 112.00 would create a lower low and potentially remain overextended.
- Upside moves on the lower timeframe (60 min chart) that go above and hold above the 114.08 level would warn the futures could be entering an upside corrective phase
- It is worth noting the DCE daily chart produced a doji star warning of market indecision
- Technically bearish upside moves need to stay below the daily pivot/200 MA to maintain downside momentum as the divergence and DCE doji are warning of a momentum slowdown at this point

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