

# FIS Oil and Ore Intraday Morning Technical

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## Brent Dec 20 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	42.43	R1	42.37	Stochastic oversold	RSI below 50
S2	42.04	R2			
S3	41.08	R3			

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (44)
- Stochastic is oversold
- Price is below the daily pivot point USD 43.00
- Previous days high/low USD 43.57 USD 42.61
- Price traded above but failed to hold above the USD 43.47 technical resistance due to a negative divergence that formed with the RSI. The futures closed the day below its daily pivot point having made a lower low, meaning the technical was in negative territory
- The futures are below the EMA's and the daily pivot point with the stochastic oversold and the RSI below 50. Upside moves above the USD 42.45 level would suggest the intraday is entering an upside corrective move; price action that fails at or below the USD 43.00 level remain vulnerable to further tests to the downside. Above the daily pivot point the intraday technical would be considered bullish having broken fractal resistance and moved above the daily pivot point
- The near-term technical is considered as bearish but momentum (based on the stochastic) would imply the intraday technical is potentially a little overextended to the downside at this point

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



	Support	Resistance	Current Price	Bull	Bear
S1	118.81	R1	119.70	RSI above 50	Stochastic overbought
S2	116.63	R2			
S3	113.11	R3			

### Synopsis - Intraday

Chart source Bloomberg

- Price is between the 8–21 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Price is below the daily pivot point USD 120.15
- On Friday we highlighted a bullish intraday technical was looking overextended to the upside based on momentum. The futures are now trading USD 1.75 lower with price between the EMA's and below the daily pivot point. However, the 200 period MA at USD 119.06 is a potential support level going forward
- Technically bullish but in a corrective phase supported by the RSI above 50. Countering the bullish RSI is the stochastic which is in overbought territory implying that momentum remains vulnerable at this point.
- Upside moves that trade above and hold above the USD 120.15 daily pivot point would imply that intraday momentum is starting to improve, suggesting we could test the USD 121.50 resistance again.
- Price action that makes a new high has the potential to create a negative divergence with the RSI warning of potential further technical pullbacks
- The intraday technical is bullish based on the fractal footprint making higher highs and higher lows. However, price is in a corrective phase with momentum warning that upside moves could create a negative divergence, leaving the technical vulnerable to further downside moves
- If the futures trade above USD 121.50 and the RSI is above 71 then there will be no divergence

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