

FIS Oil and Ore Intraday Morning Technical

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

Brent Dec 20 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	42.78	R1	42.79		
S2	42.27	R2			
S3	41.84	R3			

Synopsis - Intraday

- Price is between the 8–21 period EMA's
- RSI is neutral 50 (50)
- Stochastic is neutral
- Price is on/above the daily pivot point USD 42.78
- Previous days high/low USD 43.21—USD 42.27
- Price is between the EMA's and just above the daily pivot point which are flat indicating a neutral intraday
- Friday produced an inside day candlestick (Friday's range was within the Thursday range). In theory price above USD 43.21 would indicate upside price action and below USD 42.27 level would be directionally weak. These signals are relatively common and can give false signals at times. It is worth noting that the trend is still bullish but the market has produced a hanging man candle pattern on Thursday with an overbought stochastic. This is warning that momentum and price are slowing down
- Both the RSI and the stochastic are at 50 and neutral on the intraday
- Technically the daily chart is looking overbought, the inside day is indicating the market is in range and neutral. This market needs to show directional bias via some form of continuation pattern

Chart source Bloomberg

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



	Support	Resistance	Current Price	Bull	Bear
S1	114.36	R1	115.86	115.15	Stochastic overbought
S2	113.41	R2	116.81		
S3	112.87	R3	117.36		

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 8–21 period EMA's
- RSI is below 50 (45)
- Stochastic is overbought
- Price is above the daily pivot point USD 114.36
- Price traded below the USD 113.25 level resulting in a positive divergence (as highlighted on the 15-10-20). The divergence created a momentum slowdown and a move USD 4.5 higher
- The futures are below the 200 period MA and the faster moving EMA, but above the daily pivot point at USD 114.36
- Near-term price action is weakening with the 4 hour candles making a lower high and lower low. Downside moves below the USD 114.36 daily pivot point would put the technical into bearish territory
- Price action is weakening with an overbought stochastic and an RSI below 50 making the daily pivot point a key level today as all other signals point to a weakening intraday. If the pivot point holds then we have the potential to test the USD 117.36 high. However, if the USD 114.36 level is broken then market sellers will target the USD 112.87 support