# $\mathbf{FIS}$ Oil and Ore Intraday Morning Technical

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### **Brent** Dec 20 Morning Technical Comment – 240 Min



### Synopsis - Intraday

- Price is between the 8–21 period EMA's
- RSI is below 50 (48)
- Stochastic is oversold
- Price is below the daily pivot point USD 42.68
- Previous days high/low USD 43.23—USD 42.36
- The intraday technical is making lower low on the 1—hour chart meaning it is technically bearish
- Price is between the EMA's but below the daily pivot point. Technically bearish on the lower lows the pullback is considered as deep into the last down wave meaning it is bearish/neutral

Chart source Bloomberg

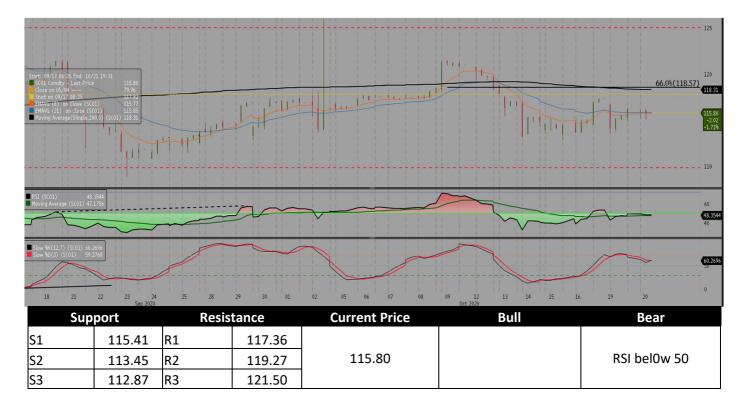
- Upside moves above the USD 42.69 level would put price above the daily pivot point and fractal resistance. At this point the intraday 1-hour technical is considered as bullish
- The RSI at 48 is in bearish territory but near the neutral 50 level; meanwhile, the stochastic is oversold suggesting the technical is vulnerable to a test to the upside based on momentum. Note the daily stochastic is overbought suggesting upside moves could struggle at theses levels
- Technical the intraday could have another test top the upside but having broken down to 41.56 in the 15-10-20 the technical picture does look vulnerable. Upside moves will not be technically driven at this point, however the OPEC drum has started to beat. Headline bashing? Maybe. It could mean a technical pullback could might not happen, wave analysis says it should, but psychological footprint against OPEC means nothing is certain

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## **Solution** Oil and Ore Intraday Morning Technical

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



#### Synopsis - Intraday

Chart source Bloomberg

- Price is on the 8–21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- Price is above the daily pivot point USD 115.41
- The futures are above the daily pivot point but remain on the 8– 21 period EMA's. Price action is going up but at this point the momentum based on price remains weak
- Sideways action overnight on low volume warns that this move could be countertrend. On the DCE we are seeing a similar pattern with aggregate volume being low, whilst aggregate open interest (AOI) remaining steady suggesting that unless we see an AOI decline on an upside move and increased volume then we have to assume that this move is countertrend at this point
- Downside moves below USD 115.41 would suggest that the intraday picture is starting to weaken once again. Likewise, upside moves that fail at or below the USD 118.57 resistance remain vulnerable to further tests to the downside. Above this level the upside move is deep into the last bull wave meaning the technical moves into a neutral phase.
- Price action currently looks to be in a countertrend move. USD 118.57 is the key technical resistance

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