

FIS Oil and Ore Intraday Morning Technical

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Brent May 21 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	66.61	R1	66.97	RSI above 50	
S2	65.95	R2			
S3	65.04	R3			

Chart source Bloomberg

Synopsis - Intraday

- Price is between the 8–21 period EMA's
- RSI is at 50 (59)
- Stochastic is above 50 (55)
- Yesterday we noted the technical was in divergence with price but the 1–hour chart had produced a bullish rejection candle off the 21–period EMA suggesting we could test the USD 66.94 resistance in the near-term. Price held support and rallied in the U.S session to new highs
- Technically bullish the futures remain in divergence with the RSI warning we could see a momentum slow down soon
- A close on the 4–hour candle below the USD 66.61 level with the 4-hour RSI at or below the 59 level (4-hour RSI is 66) would mean intraday price and momentum are aligned to the sell side
- Near-term resistance based on the daily pivot is at USD 67.26 with Gann resistance at USD 67.80. Upside moves above the USD 67.26 level will target our secondary resistance
- Technically bullish, momentum continues to show signs of weakness suggesting we could potentially test the USD 65.95 support which if broken would leave market sellers targeting the USD 65.04 level

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Iron Ore Offshore April 21 Morning Technical Comment – 240 Min Chart (rolling contract)



Support		Resistance		Current Price	Bull	Bear
S1	165.58	R1	172.11	171.80	RSI above 50	
S2	164.37	R2	185.21			
S3	163.33	R3	189.25			

Chart source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (65)
- Stochastic is overbought
- Price is above the daily pivot point at USD 165.58
- technical resistance held yesterday having traded to a high of USD 173.00 the futures closed out the day at USD 171.00. the DCE futures failed to hold the intraday upside move and close on their lows whilst the offshore contract is again testing trend resistance. This could be that the offshore is leading the way to test a bullish breakout, or it could be market longs are looking to squeeze market shorts to stop out and offload some longs in the process
- intraday price and momentum is aligned to the buy side with the futures above the 8—21 period EMA's and the RSI above 50. However, above the USD 173.00 level the RSI has the potential to diverge with price, warning of the potential for a momentum slowdown. Note the divergence is not a sell signal in its own right and needs confirmation from other sources
- Downside moves on the 4—hour candle that close below the USD that close below the USD 169.92 level with the RSI at or below the 60.5 level would mean intraday price and momentum are aligned to the sell side
- The intraday technical is bullish but has the potential to diverge above USD 173.00. Price is on a major resistance line and needs to show a strong bull move here, otherwise it will become vulnerable to market sellers

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