# FIS Oil and Ore Intraday Morning Technical

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

### Brent May 21 Morning Technical Comment – 240 Min



### Synopsis - Intraday

- Price is above the 8–21 period EMA's
- RSI is above 50 (59)
- Stochastic is above 50
- Technically little has changed the downside move did not see the stochastic enter oversold territory with price holding at the 21—period EMA
- The RSI and the stochastic remain above the 50 level with the futures testing near-term resistance and the USD 66.81 level. Upside moves above there will target the USD 67.05 with further resistance at USD 68.08
- Downside moves that close on the 4-hour candle below the USD 66.35 level with the RSI at or below 52 (4 -hour RSI 58) would mean intraday price and momentum are aligned to the sell side
- USD 64.67—USD 64.62 remains a key support zone due to the Fibonacci overlap with corrective moves lower that hold above the USD 63.57 level supporting a bull argument. Likewise, Upside moves that trade above the USD 68.08 level would support a bull argument and suggest we have the potential to test the USD 71.38

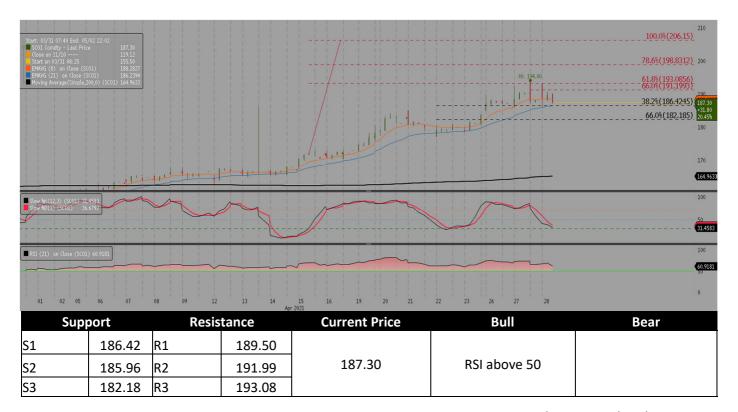
The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at <u>www.freightinvestorservices.com</u>



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

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

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



### Synopsis - Intraday

- Price is between the 8–21 period EMA's
- RSI is above 50 (60)
- Stochastic is oversold
- Price is below the daily pivot point at USD 189.50
- Having moved lower into the close the futures have opened and held around the 186.42 technical support (ignoring the USD 193.00 high tick)
- Price and momentum are now aligned to the sell side with the futures looking like they could be in the early stages of a corrective wave 4 of this phase. Downside moves that hold above the USD 182.18 support would support a bull argument, below this level the pullback is considered as deep and would support a corrective wave 4 argument.
- Upside moves on the 4-hour candle that close above the USD 189.50 level with the RSI at or above the 63 level would mean intraday price and momentum are aligned to the buyside
- The stochastic is oversold with the RSI above 50 meaning momentum is warning that we have the potential for a further test to the upside. However, we should highlight that the pullback is on the back od a negative divergence; upside moves that fail at or below the USD 191.93 resistance will be vulnerable to further tests to the downside
- The longer term technical is still considered as bullish, however we do look to be in a corrective phase on the intraday cycle that started on the 19/03/21, suggesting a market pullback now could be bigger than any since that date

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at <u>www.freightinvestorservices.com</u>

Chart source Bloomberg