

FIS Oil and Ore Intraday Morning Technical

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

Brent Aug 21 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	75.25	R1	75.75	75.40	RSI above 50	Stochastic overbought
S2	74.99	R2	76.14			
S3	74.77	R3	76.64			

Chart source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- The futures traded above the USD 74.50 level, taking the technical into bullish territory. The upside moves has now traded above the USD 75.60 weekly resistance highlighted previously. Price is above the 8—21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy side
- Downside moves that close on the 4-hour candle below USD 74.79 with the level with the RSI at or below 53 (4—hour RSI currently 58.5) would mean intraday P&M are aligned to the sell side.
- The new high has created small negative divergence with the RSI, not a sell signal it is a warning that we have the potential to see a momentum slowdown
- Technically bullish and in a trending environment, the divergence is warning we could see a technical pullback from the long-term USD 75.60 resistance. Key support is at USD 74.77, if we hold the 1-hour intraday technical remains bullish, if it is broken the trend is considered as neutral

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 www.freightinvestorservices.com

FIS Oil and Ore Intraday Morning Technical

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

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



	Support	Resistance	Current Price	Bull	Bear
S1	201.83	R1	211.60	RSI above 50	Stochastic overbought
S2	198.27	R2	214.50		
S3	192.03	R3	217.80		

Synopsis - Intraday

Chart source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is below 50 (55)
- Stochastic is overbought
- Price is above the daily pivot point at USD 201.83
- A strong upside move yesterday had failed to trade above the USD 205.97 resistance leaving the technical vulnerable to further tests to downside. The daily pivot held resulting in an upside moves above the USD 205.97 level
- Price is above all key averages supported by a bullish RSI. Intraday price and momentum are aligned to the buy side
- Upside moves above the USD 211.60 level will target the USD 214.5 and USD 217.80 resistance levels. Only above the tertiary resistance is the technical considered as bullish, as all price action since the 26/05/21 has been within the dominant bear wave
- The RSI is above 50 with the stochastic in overbought territory, downside moves that close on the 4- hour candle below USD 201.83 with the RSI at or below 47 would mean intraday P&M are aligned to the sell side
- The technical is neutral based on price with longer –period EMA's between 30 and 60 all flat. This would support a neutral market, making the technical vulnerable to random price movement