

FIS Brent Daily technical

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

FIS Technical – Brent Nov 22



Support	Resistance	Current Price	Bull	Bear
S1	91.51	R1	97.03	Stochastic oversold RSI below 50
S2	88.60	R2	98.65	
S3	84.61	R3	100.83	

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is above the weekly pivot point USD 96.86
- Technically bullish on the last report due to the higher high in the market, we had some concerns regarding the RSI/Stochastic combination as it was leaving the technical vulnerable to a pullback. the Futures did move higher for one more day after the Powell/ federal reserve speech; however, price failed to hold, resulting in the futures trading back down to USD 91.81. Price again moved higher yesterday on the OPEC cut but has reversed its gains today. The futures are below the 8-21 period EMA's supported by the RSI below 50, we are also below the weekly pivot point and the 200-period MA,
- Upside moves that fail at or below USD 100.83 will leave the futures vulnerable to further tests to the downside, above this level the futures will target the USD 105.48 high.
- Downside moves that trade below the USD would suggest we have entered a new bearish Elliott wave cycle, suggesting the USD 88.60 and USD 84.61 support levels will be vulnerable.
- Technically bullish with a neutral bias, momentum is to the sell side with key support at USD 91.51 looking vulnerable, if broken it suggests there is a larger bear cycle in play. The futures are volatile, between OPEC cuts, possible new Iranian flow, Covid lockdowns in China, alongside fears relating to a broader economic slowdown. The Elliott wave is a psychological footprint of the market, it can and does fail at times, a new low will indicate a new cycle, in line with broader negative market sentiment. However, OPEC have signalled they are prepared to support the market, which makes for uncertainty from the sell side. Yesterday's production cut, although small is a warning the market not to build short positions, leaving any downside wave cycle vulnerable. Based on the decrease in aggregate open interest it looks like the current volatility is forcing participants to go risk off at this point.

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