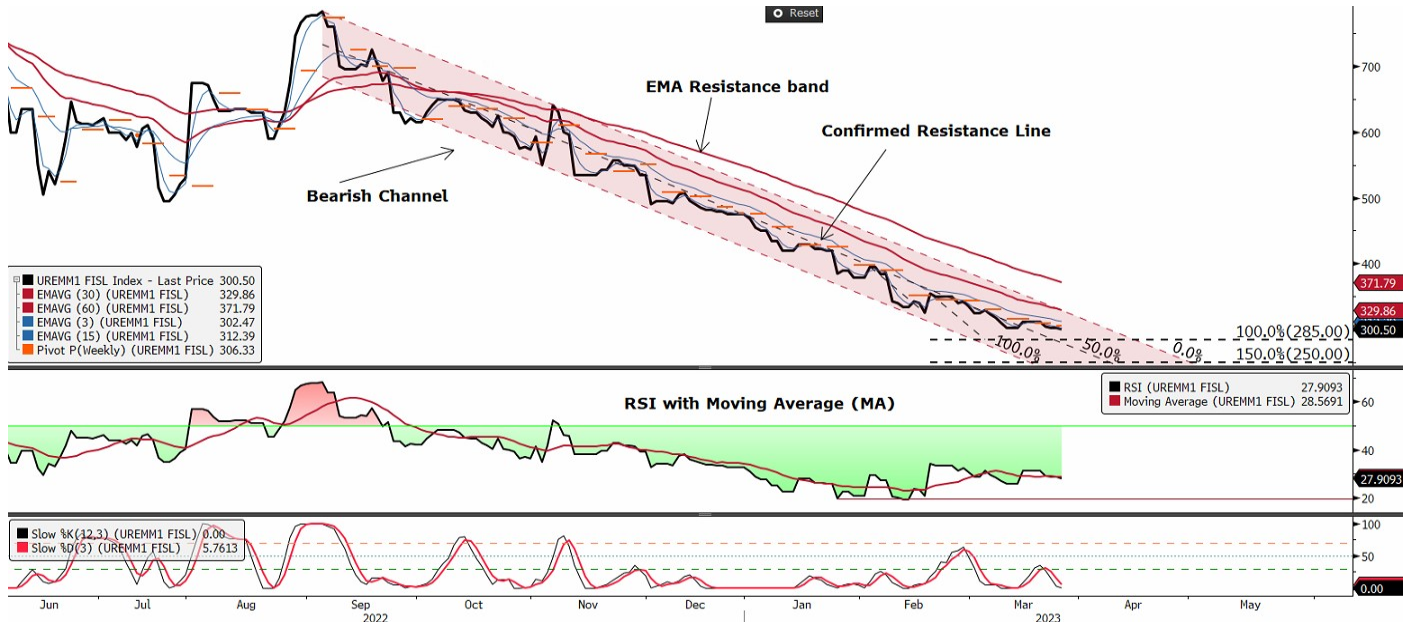


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Urea Middle East April 23 (Rolling Front Month)



| Support | Resistance | Current Price | Bull | Bear |
|---------|------------|---------------|---------------------|--------------|
| S1 | R1 | 300.50 | Stochastic oversold | RSI below 50 |
| S2 | R2 | | | |
| S3 | R3 | | | |

Synopsis - Intraday

- Price is below the EMA resistance band (Red EMA's)
- RSI is below 50 (27)
- Stochastic is oversold
- Price is below the weekly pivot point (USD 306)
- We remained a cautious bear on the last report as the futures remained in divergence with the RSI, warning we had the potential to see a momentum slowdown. We maintained our view that the futures were not considered a technical sell as the divergence can be an exhaustion signal. The futures have moved sideways resulting in price moving through the trend resistance that has been in play since November; however, we remain within the bear channel. The futures are below the EMA resistance band and the weekly pivot point with the RSI below 50.
- The new low means fractal resistance has dropped to USD 313; upside moves above this level will mean the technical is bullish based on price.
- Little has changed on the technical as the futures remain in divergence with the RSI, the sideways action would suggest we are now seeing a momentum slowdown. Upside moves above the USD 313 level will warn that the upper channel at USD 329 resistance has the potential to be tested, if broken it will further support a buyer's argument. We maintain our view that the futures are not considered a technical sell due to the divergence, this would imply caution as the futures roll into May as it is at an equilibrium with the April contract.

Source Bloomberg