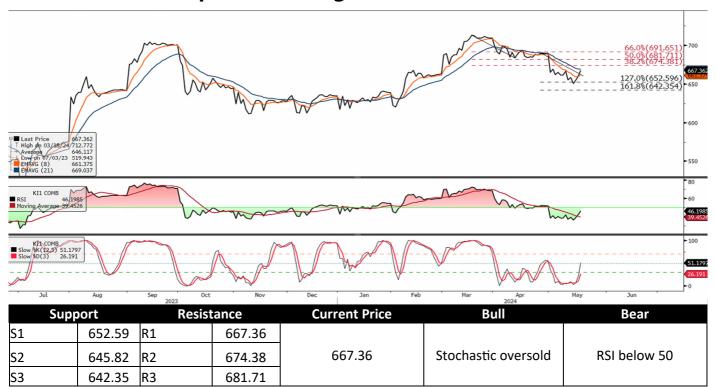
MISSIONS | OIL | FERROUS | FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGHT



## **European Naphtha Technical**

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

## Naphtha Rolling Front Month June



## **Synopsis - Intraday**

Source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is oversold
- Price is above the weekly pivot USD 663.11
- Technically bullish based on price due to the move above the USD 666.34 fractal high, near-term price action is also bullish as the futures closed on Friday above this weeks pivot level (USD 663.11)
- The futures are trading between the 8-21 period EMA's with the RSI still below 50.
- Upside moves that fail at or below USD 691.65 will leave price vulnerable to further tests to the downside, above this level the probability of the futures trading to a new low will start to decrease, warning the USD 712.27 fractal high could come under pressure.
- Technically bullish the MA on the RSI is implying that momentum remains weak (due to the downward slope), but the RSI is trading above its MA and the weekly pivot level, indicating we are starting to see momentum support. However, we need to see the 8-period EMA cross above the 21-period EMA to confirm the trend is transitioning to the buyside. A close below USD 663.11 will imply that sell side pressure is increasing, warning that the USD 650.65 fractal low could be tested and broken.
- Bullish based on price, there are warning signs that the trend could be turning to the buyside, based on the RSI crossing
  above its average and the fractal break. However, we still need to see further upside to confirm this move is not countertrend, as the slope of the MA on the RSI and the EMA's continue to warn that momentum is weak at this point. A cautious
  bull.

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>freightinvestorservices.com</u>