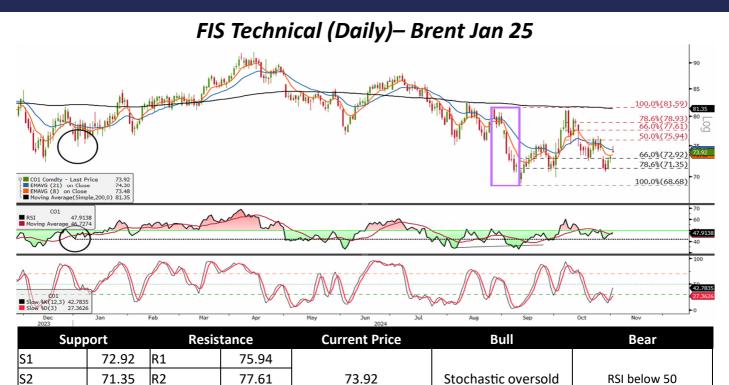
FIS Brent Daily technical

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



Synopsis - Intraday

68.68

S3

Price is between the 8 - 21 period EMA's

R3

78.93

- RSI is below 50 (47)
- Stochastic is oversold
- Technically we were back in bearish territory last week having breached the USD 72.92 support, making USD 78.22 the key resistance to follow. Above this level the probability of the futures trading to a new low would start to decrease. We noted that the RSI was finding support above the 40 level and highlighted the same pattern in January, where the futures had moved into neutral territory on the upside move, broke key support on the pullback, the RSI then held above 40 and the futures went on a bull run. Technically we are bearish based on price, momentum suggested that we were about to move higher, suggesting caution on downside moves.

Source Bloomberg

- The futures broke to the downside on the Monday morning after the attack/retaliation by Israel on Iran which avoided key energy infrastructure. Having traded to a low of USD 70.72 the futures have found bid support due to the RSI hold-ing above the 40 level (again). We are now trading between the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 77.61 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying momentum is weak, warning support levels are vulnerable. The technical is now conflicting, as momentum is holding above 40, a level highlighted in last week's report; however, the upside move today (01/11) has closed the bearish gap with price now selling back to the day's lows, implying sell side pressure is increasing. Last week we were bearish with momentum warning we could move higher; this pattern is looking less convincing this week, due to the breakdown on Monday. With price closing the gap but rejecting the upside, the technical is warning that support levels are starting to look vulnerable.

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>