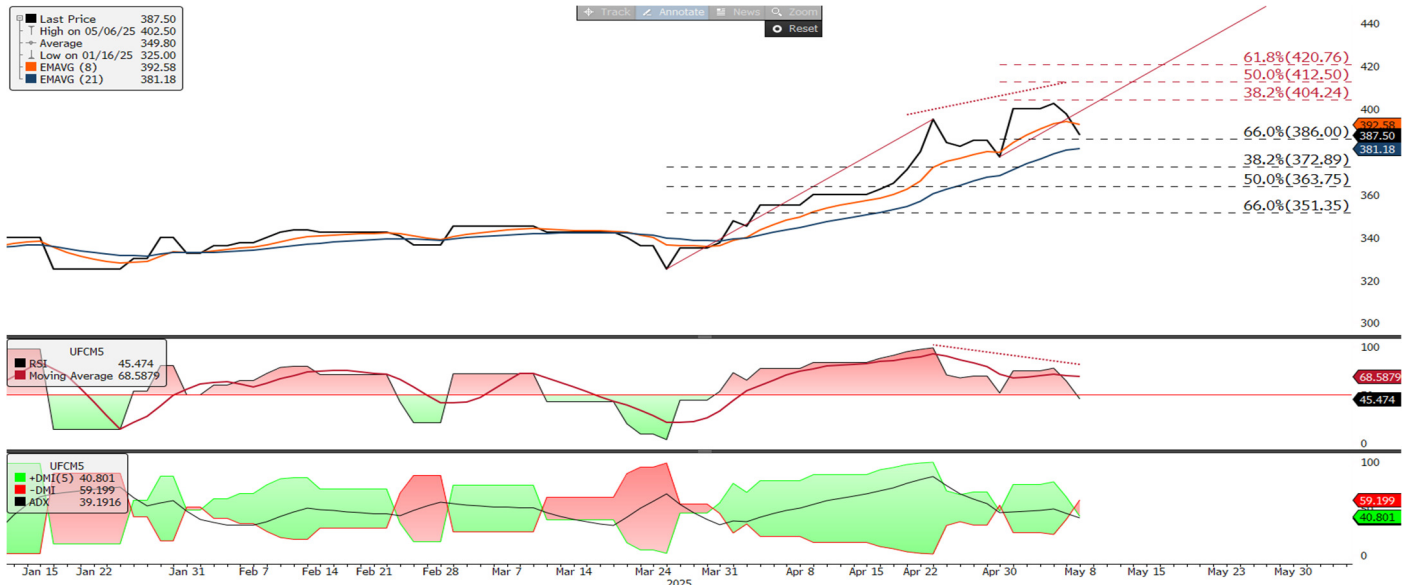




# Urea (Granular) FOB US Gulf Futures

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

## Urea June 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	387.5		RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is between the 34 - 55 period EMA's
- 6 - period RSI is below 50 (45)
- Directional Market Index (DMI) -
- With May now pricing in, we are focusing on the June contract. Having traded to a high of USD 402.5, the futures have entered a corrective phase, due to negative divergence between price and the RSI (highlighted on the chart—Price made a new high, but the RSI did not). The divergence highlights that momentum was not as strong as price, resulting in the futures producing a technical pullback.
- We are trading between the 8-21 period EMA's with the RSI moving below the 50 line.
- Downside moves that hold at or above USD 351 will support a longer-term bull argument. Below this level the probability of the futures trading to a new high will start to decrease.
- Technically bullish; we noted on the last report (Q2 25), that the current upside move was greater the 161.8% than that of the previous wave, suggesting downside moves should be considered as countertrend, as the move higher was bullish impulse. Although the data field is shorter, we maintain that this could still be the case in the June outright. The futures have entered a corrective phase with price approaching the USD 386 Fibonacci support; this is a key level for the near-term technical, if broken, it warns that we could trade below the USD 377.5 fractal support. If we do, then the technical will be bearish based on price. However, with the initial move higher being bullish impulse, our Elliott wave analysis indicates that downside moves should be countertrend, meaning key longer-term support to follow is at USD 351. Corrective moves that hold at or above this level will indicate that there is a larger, bullish cycle in play, meaning the USD 402.5 Fractal high could still come back under pressure.
- The move on the back of the negative divergence yesterday (08/05/25), does warn that support levels are vulnerable in the near-term.

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 [freightinvestorservices.com](http://freightinvestorservices.com)