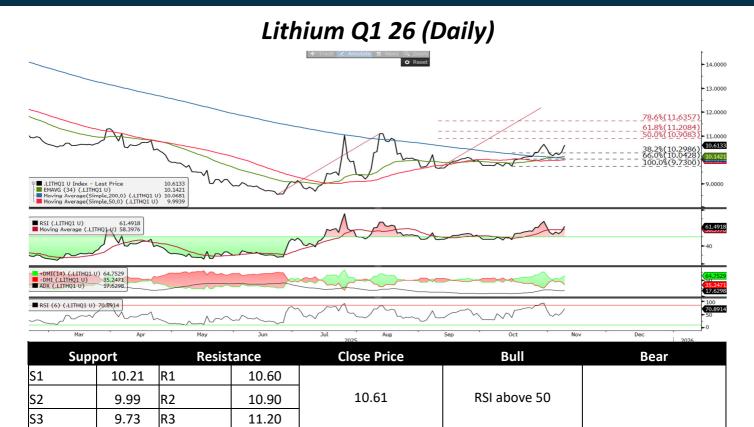
EMISSIONS | OIL | FERROUS | FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGHT

FIS

Lithium Technical Report

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



Synopsis - Intraday

Source Bloomberg

- Price is above the 34 period EMA and 50-period SMA
- 21—period RSI is above 50 (61)
- ADX at 17 implies a lack of trend
- Technically bullish on the last report, we noted that the 6-period RSI was warning that price is vulnerable to a move lower in the near-term. However, the 21-period RSI was making new highs with price, whilst the rising MA on the 21 period RSI implied that momentum was supported, alongside a volatility expansion via the ADX. These indicators suggested that downside moves should be considered as countertrend. Market pullbacks where the 6-period RSI held above/between the 41—34 area, would warn that the futures could trade to new highs.
- The futures sold to a low of USD 10.16 with the 6-period RSI trading at a low of 42, resulting in price finding bid support. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 10.04 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the move lower has held above the 200-period MA (USD 13.62), whilst the 6-period RSI also held above support (41—34), warning the USD 10.65 resistance could be tested and broken. We have a note of caution on upside breakouts above USD 10.65, as the RSI (6 and 21 period) could be in divergence with the RSI (Negative divergence = price making a new high whilst the RSI does not); not a sell signal, it is a warning we could see a momentum slowdown, which will need to be monitored. We also have a note of caution on upside moves if the 6-period RSI enters its resistance window between 81 and 86. Bullish, if the negative divergences fail it will support a buyers argument, at this point the futures will target the USD 11.10 fractal high; conversely, below USD 10.04 the probability of the futures trading to a new high will start to decrease.

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>