

FIS

Lithium Technical Report

info@freightinvestor.com

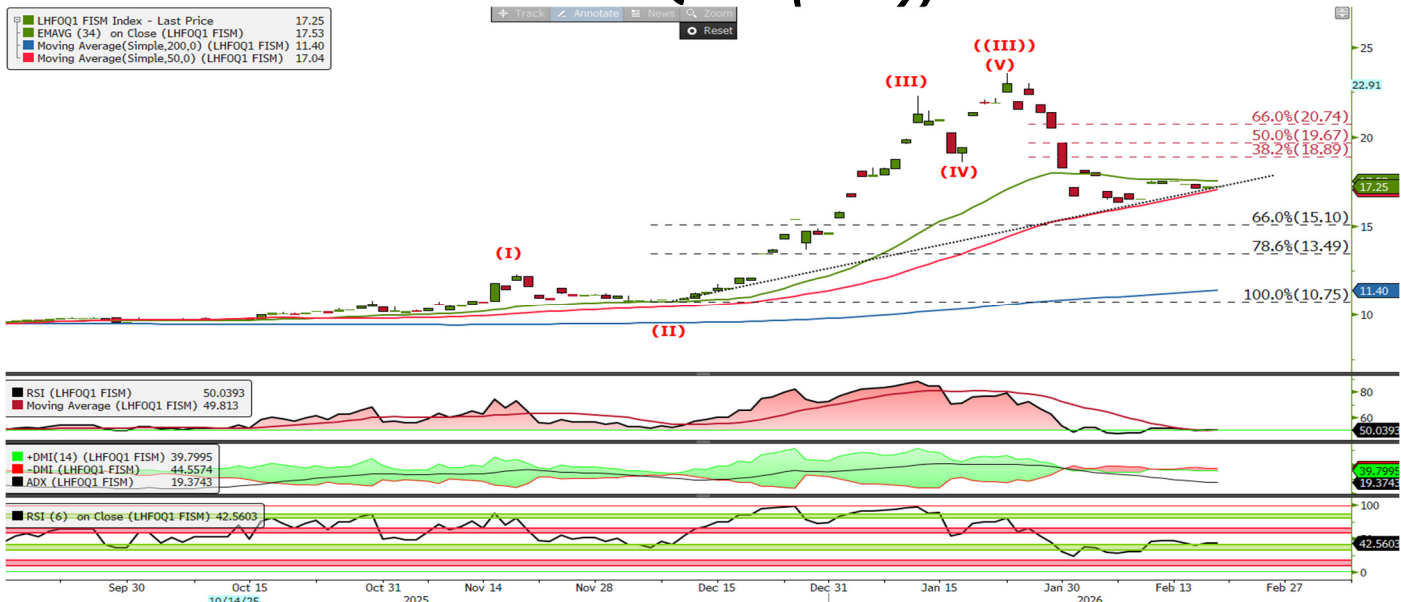
|

freightinvestorservices.com

|

(+44) 207 090 1120

Lithium Q2 26 (Daily)



Support	Resistance	Close Price	Bull	Bear
S1	R1	17.25		
S2	R2			
S3	R3			

- Synopsis - Intraday

Source Bloomberg
- Price is between the 34 period EMA and 50-period SMA
 - 21—period RSI is at 50 (50)
 - ADX at 19 implies price is no longer in a trending environment
 - Technical outlook last week: bullish throwback, caution on downside.
 - The broader Elliott wave cycle remained bullish but in a corrective phase previously; however, we noted that a move below USD 15.10 would negate the bull cycle, taking us into neutral territory. The RSI moving average continued to suggest that momentum remains weak; countering this, the 6-period RSI was divergent, while price was between the 34—50 period averages, suggesting caution on downside moves at those levels in the near-term. Upside moves above USD 18.15 would indicate buyside pressure is increasing, warning the Fibonacci resistance zone could come under pressure. We identified USD 20.82 as the key resistance to follow, a rejection of this level would imply that the corrective phase could become more complex, warning we could see further downside within the corrective phase. With the 6-period RSI in divergence as price approached the 50-period SMA, the technical warned that we are starting to look overextended to the downside .
 - The futures traded up to USD 17.55 before seeing bids fade; however, we remain above the USD 16.35 fractal low. Price remains between the 34-period EMA/50-period SMA with the RSI neutral at 50.
 - Downside moves that hold at or above USD 15.10 will support a bull argument, below this level the technical will have a neutral bias.
 - Technical Outlook: Inflection point—on trend support—neutral.
 - Having moved higher the positive divergence with the RSI, price has seen a small move lower, suggesting buyside momentum is slowing. We have trend support at USD 17.06 with the 50-period SMA at USD 17.04, indicating price is at an inflection point. A close that holds below the tight support zone will indicate sell-side pressure is increasing, warning the USD 16.35 fractal low could be tested and broken; conversely, while above the support zone we have a cautious approach to downside moves. The technical is now in balance, the RSI is neutral at 50 while the ADX indicates we have exited a trending environment (up or down). Near-term directional bias should be defined by how price reacts to the trend support—while on it, we have a more neutral view.

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