

# FIS Tanker Technical

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## TD3C Aug 26 (Rolling Front Month)



Support	Resistance	Current Price	Bull	Bear
S1	43.93	R1	61.30	Stochastics oversold RSI below 50
S2	42.00	R2	66.19	
S3	33.02	R3	72.82	

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Technical outlook previously— sell side pressure increasing
- We noted on the last report (quite a while back) that the downside move on the negative divergence has resulted in price closing below the low of the dominant bull candle at USD 73.56, signaling an increase in sell side pressure. Fibonacci projection levels implied that we had the potential to trade as low as USD 61.54 in the near-term, while price and the RSI had made new lows, meaning we had bearish momentum confirmation. The depth of the pullback implied caution on upside moves, unless the USD 89.59 resistance was breached.
- The futures sold to a low of USD 64.67 before finding bid support; however, the upside move failed to hold, resulting in price entering the third leg of the corrective phase (Elliott wave C). We are below the 8-21 period EMA's with the RSI below 50.
- Upside moves that fail at or below USD 72.82 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias
- Technical outlook— Caution on upside moves
- The futures look to be in a corrective Elliott wave C with price finding light bid support above the 200-period MA at 42.00. The RSI has breached the 40 level having made new lows, alongside price, meaning we have bearish momentum confirmation, suggesting upside moves have the potential to be counter trend at this point. We also note an Elliott wave C should consist of 5-waves, at this point we only have a 3-wave pattern from the high at USD 86.90; this supports our bearish momentum confirmation.

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