FIS Brent Daily technical

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

FIS Technical (Daily)– Brent Nov 26



Support		Resistance		Current Price	Bull	Bear
S1	100.57	R1	104.63	103.52	RSI above 50	Stochastic overbought
S2	97.68	R2	109.90			
S3	93.75	R3	112.46			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8 - 21 period EMA's
- RSI is above 50 (60)
- Stochastic is overbought
- Technical Outlook previously: Sell side pressure increasing
- We noted last week that after a strong upside move on the 10/09, the futures are potentially looking at an equally strong move lower today (11/09). A close below the low of the last dominant high volume bull candle at USD 100.19 would suggest that sell side pressure is increasing, warning the USD 93.75 support could be tested. We marked this as a key level on the technical, as throwbacks that held at or above this level would warn of underlying support in the market, leaving price vulnerable to further upside moves. Conversely, below this level the throwback would be considered as deep, suggesting the probability of price trading at a new high was started to decrease, signaling a neutral technical.
- The futures formed a dark cloud cover pattern on the 11/09 resulting in price selling at a low of USD 101.53. Price is between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 93.75 will support a bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: warning signs that sell side pressure is increasing
- We have below the trend support line at USD 104.63, but we are yet to close below the low of the last dominant bull candle at USD 100.19; if we do, it will confirm that we are seeing an increase in sell side pressure. We continue to identify USD 93.75 as a key support to follow, as throwbacks that hold at or above this level would warn of underlying support in the market, leaving price vulnerable to further upside moves. Conversely, below this level the throwback would be considered as deep, suggesting the probability of price trading at a new high is starting to decrease, signaling a neutral technical. Market sellers should act with caution if we fail to close below the USD 100.19 level followed by a close back above the trend support line, as this would suggest that market buyers remain in control. The dark cloud cover candle pattern and the trend break warn that we are seeing signs of an increase in sell side pressure, but a confirmation close below USD 100.19 is needed.

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 www.freightinvestorservices.com