FIS Tanker Technical

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TD3C Oct 26 (Rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	175	R1	216	214.23	RSI above 50	Stochastic overbought
S2	163	R2	225			
S3	146	R3	251			

Synopsis - Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (86)
- Stochastic is overbought
- Technical outlook previously: Buyside pressure increasing
- We noted previously that with the RSI holding trend support the futures were back above the 8-period EMA, signaling buyside pressure was increasing. Fibonacci projection levels suggest that we have a potential upside target at USD 170 for this phase of the cycle. However, above USD 139.45 we would be divergent with the RSI. This was not a sell signal, it was a condition that warned that buyside momentum could slow down, meaning it would need to be monitored.
- The futures have surpassed our potential upside target at USD 170. We are above all key moving averages supported by the RSI above 50.
- Throwbacks that hold at or above USD 146 would support a bull argument, below this level the futures will re-enter bearish territory.
- Technical outlook: Downside moves considered as countertrend
- The upside move to a high of USD 215.34 has RSI support, indicating bullish momentum confirmation, implying we have seen a lower timeframe Elliott wave extension. This would suggest that downisde moves should be considered as countertrend at this point. Throwbacks that hold at or above the USD 146 would support a bull argument. However, moves below USD 146 would imply we are entering a higher timeframe corrective phase (still considered as countertrend), making USD 119 the key support to follow. Market buyers should act with caution on a close below the last dominant bull candle at USD 197, as it will warn that we could be in the early stages of a corrective phase.

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