FIS Tanker Technical

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TD3C Nov 26 (Rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	197	R1	239.49	206.14	RSI above 50	
S2	181	R2	250			
S3	159	R3	264			

Synopsis - Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Technical outlook previously: Downside moves considered as countertrend
- The futures had entered a corrective phase last week with our Elliott wave analysis suggesting throwbacks that held at or above USD 159 would support a lower timeframe bull argument, below this level the technical will enter a higher timeframe corrective phase (still considered as countertrend), making USD 131 the key support to follow. Upside moves that fail at or below USD 234 would warn that the correction was becoming more complex; conversely, a move above this level would have market buyers looking to test the USD 250 high.
- The futures traded at a high of USD 234 before gapping lower on the roll into the November contract. We are between the 8-21 period EMA's with the RSI above 50
- Throwbacks that hold at or above USD 159 would support a bull argument, below this level the futures will have a neutral bias.
- Technical outlook: Downside moves considered as countertrend
- Unchanged on the technical this week, we remain in a corrective phase having gapped lower on the futures roll. Our Elliott wave analysis continues to suggest throwbacks that hold at or above USD 159 would support a lower timeframe bull argument, below this level the technical would enter a higher timeframe corrective phase (still considered as countertrend), making USD 131 the key support to follow. Market sellers should act with caution if the RSI closes and holds above its trend resistance, as it will warn that sell side momentum is potentially slowing down. The RSI breaking trend resistance is not prerequisite to price turning higher, but momentum often turns before price, and can act as an early warning signal.

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