

FIS Iron Ore Offshore

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Iron Ore May 21



Support	Resistance	Current Price	Bull	Bear
S1	R1	165.20	RSI above 50	stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is at 50 (58)
- Stochastic is overbought
- As highlighted on the last report the intraday technical had broken trend resistance warning we had the potential for further test to the upside targeting the USD 166.30 resistance level and potentially higher. The futures have traded to a high of USD 167.50
- Price is above the upper channel resistance but has now produced a Doji star indicating there is indecision in the market, this coincides with an overbought stochastic warning that we could be seeing a momentum slowdown.
- Upside moves that close above the Doji (USD 167.50) would warn that momentum is increasing based on price leaving the technical to target the USD 172.57 trend line resistance. Further resistance can be found at USD 174.05 and USD 176.20
- Downside moves that close below the USD 163.60 channel support would warn of technical weakness and a potential mean reversion to the center of the 50% retracement of the rising channel at USD 150.50
- The daily technical is bullish but we are now seeing some warning signs that upside momentum is starting to slowdown, suggesting we could see the May contract enter into a corrective wave soon.