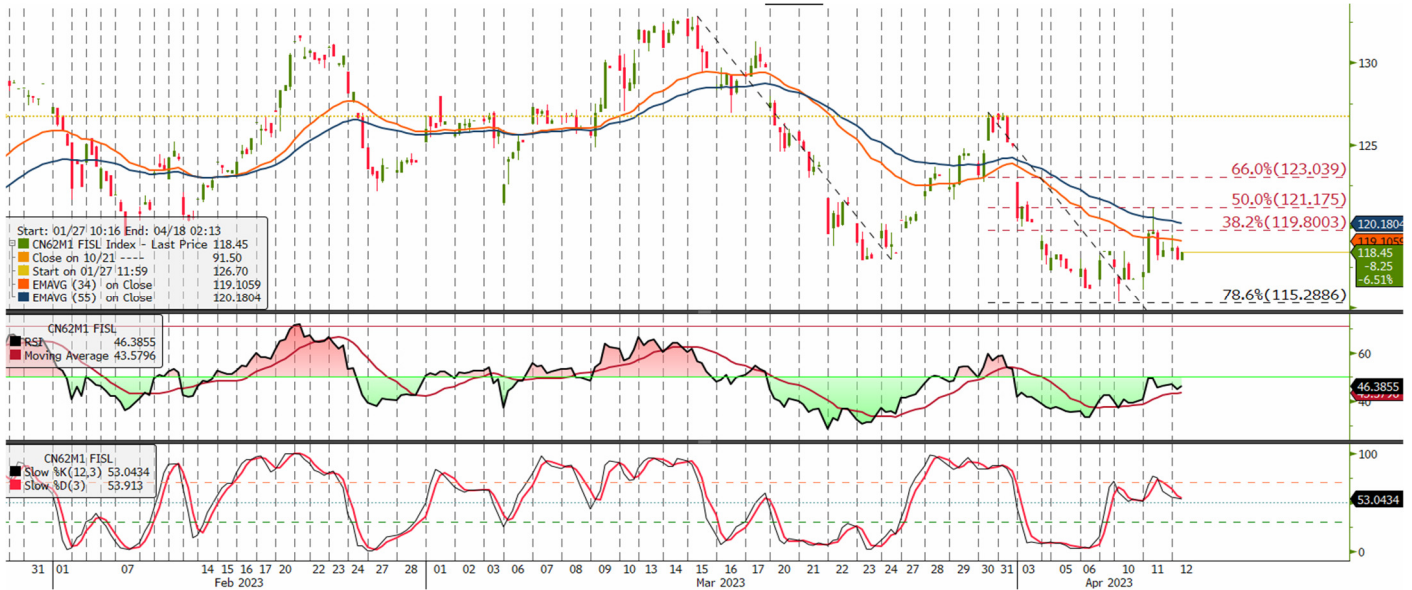




Iron Ore Offshore Intraday Morning Technical

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Iron Ore Offshore May 23 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	115.35	R1	119.80		RSI below 50
S2	112.10	R2	121.17		
S3	108.07	R3	123.03		

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (45)
- Stochastic is above 50
- Price is above daily pivot point USD 118.58
- We were a cautious bear yesterday, the correction on the daily technical looked to be shallow, suggesting that there will be further downside in the technical; however, we need to see resistance levels be rejected and a new low for confirmation. Upside moves above USD 127.00 will be bullish, suggesting the USD 132.85 fractal high could be tested and broken. The futures have rejected the Fibonacci resistance zone at this point with price moving slightly lower in the evening session yesterday. Price is below the EMA resistance band with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 118.58 with the RSI at or below 41.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Upside moves that fail at or below USD 123.03 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures remain below key resistance, but the MA on the RSI continues to suggest that momentum is supported at this point, warning resistance levels remain vulnerable at this point. As noted yesterday, the futures need to trade below the USD 115.35 fractal support to confirm that the corrective Elliott wave C.