



Iron Ore Offshore Intraday Morning Technical

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

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



Support	Resistance	Current Price	Bull	Bear
S1	115.19	116.05	Stochastic oversold	RSI below 50
S2	113.82			
S3	112.45			

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Price is below daily pivot point USD 118.03
- Technically bearish having rejected the upside resistance on the 11/03, the MA on the RSI continued to warn that momentum was supported, meaning resistance levels were still vulnerable. The futures have moved lower with price trading below the USD 115.30 fractal support. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 118.03 with the RSI at or above 46 will mean price and momentum are aligned to the buyside. However, key resistance is below the daily pivot level at this point, upside moves that fail at or below USD 118.00 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- We had initially thought that this move lower would have been the Wave C extension; however, on closer examination it does look to be wave 5 of wave C on the Elliott wave cycle. Using the Williams approach, this means we have a potential downside target at USD 112.45 for this phase of the cycle. The new low also means that the futures are now in divergence with the RSI, not a buy signal it does warn that we have the potential to see a momentum slowdown and will need to be monitored.
- A cautious bear with a potential downside target at USD 112.45.

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 freightinvestorservices.com