



# 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	116.35	R1	117.80	RSI above 50	Stochastic overbought
S2	115.62	R2			
S3	114.45	R3			

### Synopsis - Intraday

Chart source Bloomberg

- Price is between the 34-55 period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Price is below daily pivot point USD 118.18
- Technically bearish with a neutral bias yesterday, the RSI was neutral at 50 with the stochastic in overbought territory. If the RSI moved below 50 then momentum would warn that the futures were vulnerable to a test to the downside. If the RSI could hold above 50 then the overbought stochastic would be considered less relevant. The futures were testing the EMA resistance band with momentum vulnerable to move lower; however, the upside move was deep, and on the back off a positive divergence, the MA on the RSI suggested that momentum was supported. For this reason, we remained cautious on downside moves, as resistance levels were looking vulnerable, above USD 118.45 the intraday technical is bullish. The futures moved higher and broke the USD 118.45 resistance, the intraday technical is now bullish based on price. A small move lower on the open means price remains in the EMA resistance band with the RSI neutral at 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 118.18 with the RSI at or below 46.5 will mean price and momentum are aligned to the sell side. Likewise. A close above this level will mean it is aligned to the buyside. Downside moves that hold at or above USD 115.89 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the RSI is neutral at 50 with the stochastic still overbought. If the RSI can move below and hold below 50, then momentum will be vulnerable to a test to the downside, if we hold above 50 the stochastic is considered as less relevant. However, the MA on the RSI continues to suggest that momentum is supported at this point, making USD 115.89 the key support to follow. The MA/RSI support would suggest caution on downside moves.

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](http://freightinvestorservices.com)