



Iron Ore Offshore Intraday Morning Technical

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

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



	Support	Resistance	Current Price	Bull	Bear
S1	111.53	R1	113.35	RSI above 50	Stochastic overbought
S2	109.75	R2			
S3	107.05	R3			

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above daily pivot point USD 108.72
- Technically bullish with a neutral bias yesterday, the Elliott wave cycle continued to suggest that the upside phase looked to have completed. If we did trade above USD 114.65 it would imply that we were seeing some form of wave extension within what looked to be a countertrend Elliott wave B. Likewise, below USD 107.05 the technical will be bearish. If the wave cycle was correct, then this upside move today would potentially be countertrend; however, we took a more neutral approach as premier Li Qiang's comments could test resilience of this wave cycle. We did have a small test to the downside, but price held above the EMA support band held resulting in the futures trading just above yesterday's values. The RSI remains above 50 with price and momentum aligned to the buyside.
- A close on the 4-hour candle below USD 111.53 with the RSI at or below 53 will mean price and momentum are aligned to the sell side.
- We remain bullish with a neutral bias with the futures still supported at this point. Like yesterday we reiterate that the move based on our current wave analysis looks to be countertrend; however, we maintain a more neutral approach based on Li's comments yesterday, as a move above USD 114.65 would suggest we are seeing some form of Elliott wave extension.

Chart source Bloomberg

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