



Iron Ore Offshore Intraday Morning Technical

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

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



	Support	Resistance	Current Price	Bull	Bear
S1	111.25	R1	112.45	RSI above 50	
S2	110.48	R2			
S3	109.10	R3			

Synopsis - Intraday

Chart source Bloomberg

- Price is above the 34-55 period EMA's
- RSI is above 50 (53)
- Stochastic is below 50
- Price is above the daily pivot point USD 113.62
- The upside move above USD 114.85 yesterday meant the intraday technical was in divergence, not a sell signal it warned that we had the potential to see a momentum slowdown and needed to be monitored. Intraday Elliott wave analysis suggested that we had a potential upside target as high as USD 118.76; however, the minimum requirement for phase/cycle completion had been achieved, for this reason were a cautious bull, as the futures were no longer considered a technical buy. Key longer-term resistance is at USD 119.70, upside moves that fail at or below this level would warn that we potentially remain within a larger countertrend wave B. The futures have sold lower with price breaking the USD 111.60 fractal resistance, the intraday technical is now bearish. We remain above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 113.62 with the RSI at or above 60.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 107.58 will warn that we potentially have a larger bullish Elliott wave cycle in play; however, if broken it will warn of technical weakness, suggesting the USD 103.25 fractal low could be tested and broken.
- Technically bearish on the intraday, we remain bullish on the daily technical, making USD 107.28 the key support to follow. The MA on the RSI is indicating that momentum is weakening; however, market sellers will want to see the futures closing below and holding below the 55-period MA with price and momentum aligned to the sell side for downside continuation. Upside moves above USD 114.95 will indicate the Elliott wave cycle is potentially extending. We are a little cautious on moves higher as the technical is bearish whilst the RSI is below its MA.

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