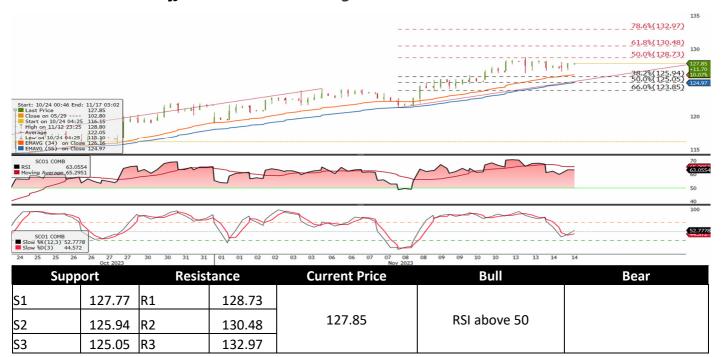
EMISSIONS | OIL | FERROUS | FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGHT |



## **Iron Ore Offshore Intraday Morning Technical**

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

## Iron Ore Offshore Dec 23 Morning Technical Comment – 240 Min Chart



## **Synopsis - Intraday**

Price is above the 34-55 period EMA's

Chart source Bloomberg

- RSI is above 50 (63)
- Stochastic is below 50
- Price is above the daily pivot point USD 127.77
- Unchanged in the technical yesterday, we remained on a bullish Elliott wave 5 with a potential upside target at USD 130.48. The intraday 4-hour divergence had failed but the MA on the RSI had started to flatten, warning buyside momentum was showing signs of slowing down. Key support was at USD 123.85, a move below this level would warn that the probability of the futures trading to a new high would have started to decrease. The futures have seen a small move lower, but price remains above the EMA support band with the RSI above 50, intraday price and momentum are conflicting, as the previous candle closed above the daily pivot level.
- A close on the 4-hour candle above USD 127.95 with the RSI at or above 67.5 will mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above 123.85 will support a bull argument, below this level the technical will have a neutral bias.
- We remain bullish with intraday Elliott wave analysis suggesting we have the potential to trade as high as USD 130.48 within this phase of the cycle. However, the RSI pullback yesterday means that a move above USD 128.80 will create a negative divergence with the RSI. Not a sell signal, it is a warning that we have the potential to see a momentum slow-down and will need to be monitored, implying caution on upside breakouts. Key support remains unchanged, a move below USD 123.85 will mean that the probability of the futures trading to a new high will start to decrease.

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 <u>freightinvestorservices.com</u>