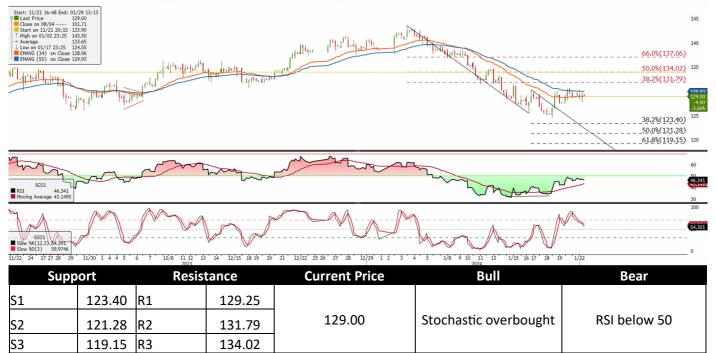
<u> EMISSIONS | OIL | FERROUS |</u> FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGH



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

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

## Iron Ore Offshore Feb 24 Morning Technical Comment – 240 Min Chart



## Synopsis - Intraday

- Price is between the 34-55 period EMA's
- RSI is below 50 (46)
- Stochastic is above 50
- Price is below the daily pivot point USD 129.25
- Technically bearish on Friday, the intraday Elliott wave cycle suggested that upside moves could be countertrend. However, momentum was turning bullish whilst the weekly candle was looking like it could close above the 200-period average, having produced a bullish rejection candle (note: this closed as a Doji rather than a bullish candle, meaning it represented indecision). We noted that this could bring into focus the 137.06 resistance, if broken, then the probability of the futures trading to a new low would start to decrease. The futures have moved sideways with price consolidating in the EMA resistance band. The RSI remains below 50 with price and momentum conflicting.

Chart source Bloomberg

- A close on the 4-hour candle below USD 129.25 with the RSI at or below 41 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. Upside moves that fail at or below USD 137.06 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures have started to consolidate. The MA on the RSI is implying that momentum remains supported at this point; however, our intraday Elliott wave analysis continues to imply that upside moves should be considered as countertrend. As noted in the first paragraph, the weekly candle did close above the 200-period average but had formed a Doji rather than the bull candle. Meaning the pattern was possibly less significant.

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>