



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



	Support	Resistance	Current Price	Bull	Bear
S1	132.15	R1	135.52	RSI above 50	
S2	130.70	R2	137.06		
S3	128.73	R3	139.44		

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (56)
- Stochastic is below 50
- Price is below the daily pivot point USD 135.52
- We continue to hold in bearish territory yesterday below the USD 137.06 resistance. The MA on the RSI did suggest that momentum was still supported with the futures still above the 200-period MA (USD 134.63). If we closed back below the average and price and momentum became aligned to the sell side, then we could see support levels come under pressure. We noted that the upside rejection was more than just the Fibonacci resistance having highlighted on the chart the support zone between late Dec and early Jan, that was now acting as resistance. Momentum was supported; however, we had a note of caution, as the futures were respecting the resistance highlighted. The futures traded to a low of USD 133.60 before finding light bid support into the Asian day session close. We are above the EMA support band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 135.52 with the RSI at or below 55 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 59.5 will mean it is aligned to the buy side.
- Technically bearish, price is below Fibonacci resistance but above the EMA support bands. The RSI is now on its MA with which is starting to flatten, warning momentum is starting to slow down a little. Technical pullback or start of another correction? The technical is not clear here, Elliott wave analysis is warning that upside moves are countertrend, the momentum is slowing down. However, the upside move on the weekly chart is warning that we have the potential for further upside in a classic three pivot support pattern. If we trade above the USD 136.85 – USD 137.06 levels and the top of the resistance band (USD 137.40), then based on the weekly chart, the USD 143.50 resistance will start to look vulnerable. Likewise, a move below USD 133.60 will warn that the USD 128.73 support could come under pressure.

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