



Iron Ore Offshore Intraday Morning Technical

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

Iron Ore Offshore May 24 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	116.85	R1	120.15	RSI above 50	
S2	112.53	R2	125.96		
S3	109.06	R3	127.15		

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (54)
- Stochastic is above 50
- Price is above the daily pivot point USD 116.85
- Technically bullish yesterday, the futures had rolled to the buy side with the MA on the RSI now flat, confirming sell side momentum had slowed. We were above the weekly pivot level (USD 116.77), a close above this level would imply buy side pressure was increasing, warning resistance levels could be tested and broken. We maintain a potential upside target at USD 125.96 based on our intraday Elliott wave analysis; however, above USD 120.15 the futures would create further divergences with the RSI. Not a sell signal, they are a warning that buy side momentum could slow, which would need to be monitored. Buy side pressure had increased, the technical warned that we should move higher in the near-term.
- The futures have moved sideways with price above the EMA support band whilst the RSI remains above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 116.85 with the RSI at or below 49.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 112.53 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we maintain our view that the USD 120.15 resistance looks vulnerable at this point. The RSI has held above its MA, implying momentum is now also showing signs of support. As noted yesterday, a move above USD 120.15 will create another negative divergence with the RSI.

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