

# FIS Iron Ore Offshore

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

## Iron Ore May 24 (rolling Front Month)



Support	Resistance	Current Price	Bull	Bear
S1	R1	117.75	RSI above 50	
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (55)
- Stochastic is above 50
- Price is above the weekly pivot point (116.58)
- Technically bullish last week, our intraday Elliott wave extension meant that we now had the potential to trade as high as USD 125.96 within this phase of the cycle. However, the intraday RSI remained in divergence, warning that we could see a momentum slowdown. Having traded to a high of USD 120.15, the futures were failing to hold above the 200-period MA (USD 119.49), a close above that held above this level would further support a bull argument. Likewise, a rejection of the average alongside the divergence would warn that we could see the futures enter a corrective phase. The weekly pivot level was at USD 116.77, a close on the daily chart below this level will warn that sell side pressure was increasing. We were a cautious bull, as upside moves could struggle to hold.
- The futures rejected the 200-period MA and entered a corrective phase; however, we held above the 21-period MA, resulting in the futures finding light buyside support, the RSI remains above 50.
- Upside moves that fail at or below USD 127.14 will warn that there is possibly a larger bearish Elliott wave cycle in play. Downside moves that hold at or above USD 103.81 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, having held EMA support the futures have opened above the weekly pivot level (USD 116.58), implying momentum based on price remains supported. As noted in the morning technical, the futures have rolled over to the buyside, warning that the USD 120.15 fractal high could be tested and broken. However, this will create further divergences with the RSI; if the upside move fails to hold above the 200-period MA (USD 119.65), we have the potential to enter another more sustained corrective phase. Conversely, upside moves that close above and hold above the average will target the USD 127.14 resistance. Resistance levels are vulnerable in the near-term, but above USD 120.15 they could struggle to hold.

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