<u> EMISSIONS | OIL | <mark>FERROUS</mark> | FREIGHT | AGRI | MET</u>ALS | ENERGY | PHYSICAL FREIGH



Iron Ore Offshore Intraday Morning Technical

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

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



Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (54)
- Stochastic is below 50
- Price is above the daily pivot point USD 102.48
- Technically bullish yesterday, the MA on the RSI indicated that momentum was supported. The intraday futures were trading just above the weekly pivot level (USD 102.40), if we closed above and held above this level on the daily chart, it would further support a buyer's argument. The new high and momentum support warned that resistance levels remained vulnerable, suggesting support levels should in theory hold if tested. However, upside moves that failed at or below USD 108.76 would warn that there was still potentially a larger bearish Elliott wave cycle in play. Our lower timeframe wave analysis suggested that the downside cycle may have completed, but we needed to be mindful of the resistance just in case.

Chart source Bloomberg

- The futures did see an intraday pullback with price rejecting the weekly pivot level; however, support levels have held, resulting in the futures trading to a new high. We are above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 102.48 with the RSI at or below 46 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 101.79 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating that momentum is supported at this point. However, we are now testing a resistance zone that formed in July, whilst the stochastic in divergence, warning upside moves could be limited, leaving the futures vulnerbale to an intraday pullback. We are cautious on intraday upside moves today, as the resistance implies support could come under pressure in the near-term, making USD 101.79 the key support to follow.

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