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



Iron Ore Offshore Intraday Morning Technical

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

Iron Ore Offshore Jan 25 Morning Technical Comment – 240 Min Chart



Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (42)
- Stochastic is above 50
- Price is above the daily pivot point USD 100.94
- Technically bearish last week, the MA on the RSI indicated that momentum was weak. Lower timeframe Elliott wave analysis implied that upside moves should in theory be countertrend, meaning we are cautious on moves higher at that point.

Chart source Bloomberg

- The futures traded to a low of USD 99.80 before finding bid support in the Asian day session. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 100.954 with the RSI at or below 37 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 104.75 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above USD 99.71 will warn that there could be a larger, bullish Elliott wave cycle in play.
- Technically bearish, the MA on the RSI is now flat, implying momentum is neutral. The downside move is finding bid support above the USD 99.71 level, warning there could still be a larger, bullish Elliott wave cycle in play. However, lower timeframe Elliott wave analysis continues to suggest that upside moves should in theory be countertrend, making USD 104.75 the key resistance to follow. If we do trade above this level, then the probability of the futures trading to a new low will start to decrease. We remain cautious on upside moves, as support levels still look vulnerable.

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