

# FIS Iron Ore Offshore

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

## Iron Ore Aug 25 (rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	100.49	R1	102.70	100.90	RSI above 50	Stochastic overbought
S2	98.96	R2	103.97			
S3	97.82	R3	105.60			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Technically bullish on the last report 2 weeks ago, the futures had moved higher on the intraday positive divergence whilst volume was increasing on bull days. The RSI was making new highs alongside price, suggesting downside moves had the potential to be countertrend, making USD 93.70 the key near-term support to follow. If broken, then the probability of the futures trading to a new high would start to decrease. Near-term bullish price action warned that the USD 96.97 and USD 98.57 resistance levels could come under pressure.
- The futures continued to move higher with price currently above all key moving averages supported by the RSI above 50. The technical is now bullish.
- Downside moves that hold at or above USD 96.28 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported. We noted in the morning technical on the 17/07 that Fibonacci projection levels suggested we could trade as high as USD 102.70 within this phase of the lower timeframe Elliott wave cycle. Having traded to a high of USD 102.65 the futures have produced an upside rejection candle (note: the candle is still open, it shows upside rejection at the time of writing) on higher volume, indicating sell side pressure is increasing, warning we could be about to move lower; however, price will need to close below the 200-period MA first (USD 100.49). Our wave analysis does suggest that downside moves have the potential to be countertrend, as we have seen a bullish lower timeframe Elliott wave extension, making USD 96.28 the key support to follow. Below this level the probability of price trading to a new high will start to decrease.

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 [www.freightinvestorservices.com](http://www.freightinvestorservices.com)