



# Iron Ore Offshore Intraday Technical

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

## Iron Ore Offshore Oct 25 Morning Technical Comment—240 Min Chart Technical



Support		Resistance		Current Price	Bull	Bear
S1	102.63	R1	103.25	102.75		RSI below 50
S2	101.67	R2	104.21			
S3	100.05	R3	105.00			

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (35)
- Stochastic is below 50
- Price is below daily pivot level USD 103.25
- Technically the futures remain in bullish territory yesterday, as price had tested but remained above the USD 102.63 support; if broken, then the probability of price trading to a new high would decrease, increasing the probability of the bullish intraday Elliott wave cycle failing. We were below the intraday 200-period MA (USD 104.45) whilst the MA on the RSI implied that momentum is weak, leaving support levels vulnerable. Upside moves that failed at or below USD 105.81 will warn that there was further downside within this corrective phase. Price was finding support on an intraday 1-hour divergence, warning sell side momentum could slowdown; however, the USD 102.63 support was still vulnerable at that point. The technical was weakening, meaning support levels remain vulnerable, making USD 102.63 the key level to follow.
- The futures have breached the USD 102.63 support, we are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 103.25.35 with the RSI at or above 42.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 105.78 will leave the futures vulnerable to the downside, above this level the technical will be back in bullish territory.
- Technically bullish with a neutral bias, the probability of the futures trading to a new high has decreased. The MA on the RSI implies that momentum remains weak; however, the 1-hour RSI is in divergence, meaning we are cautious on downside moves at these levels in the near-term. The futures are vulnerable to an intraday move higher due to the divergence, the deep pullback and momentum weakness are warning that moves higher could struggle to hold.

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](http://freightinvestorservices.com)