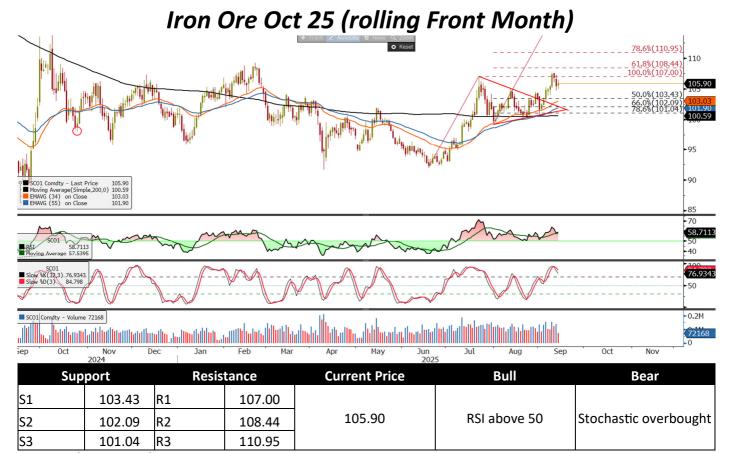
DRY FFA | WET FFA | OIL | IRON ORE | STEEL | COKING COAL | CONTAINERS | FERTS | METALS | AFFA | PHYS FREIGHT

FIS Iron Ore Offshore

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



Synopsis - Intraday

Source Bloomberg

- Price is above the 34 55-period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Unchanged on the technical last week, we remained bullish with the futures producing a second breakout, warning the USD 107.00 fractal high could be tested and broken. As highlighted previously, if it was, it would confirm that we had entered a bullish impulse wave-5, meaning we had a potential near-term upside target at USD 108.44. Conversely, market longs should act with caution on a close below trend support (USD 102.73), as it would put price back into the symmetrical pattern. Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. The upside breakout had volume support, suggesting resistance levels should in theory be tested and broken.
- The futures traded to a high of USD 107.60 before entering a small corrective phase. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 102.09 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. The new high means the RSI is in divergence with price, not a sell signal, it is a warning that we could see a momentum slowdown which will need to be monitored. However, lower timeframe Elliott wave analysis continues to suggest that downisde moves should be considered as countertrend in the near-term. At this point, the pull-back is still shallow; if we trade to a new high without moving lower, then we will be looking at a bullish wave extension. Meaning down-side moves will still be considered as countertrend. Key support to follow is now at USD 102.09, below this level the probability of the futures 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.freightlinvestorservices.com