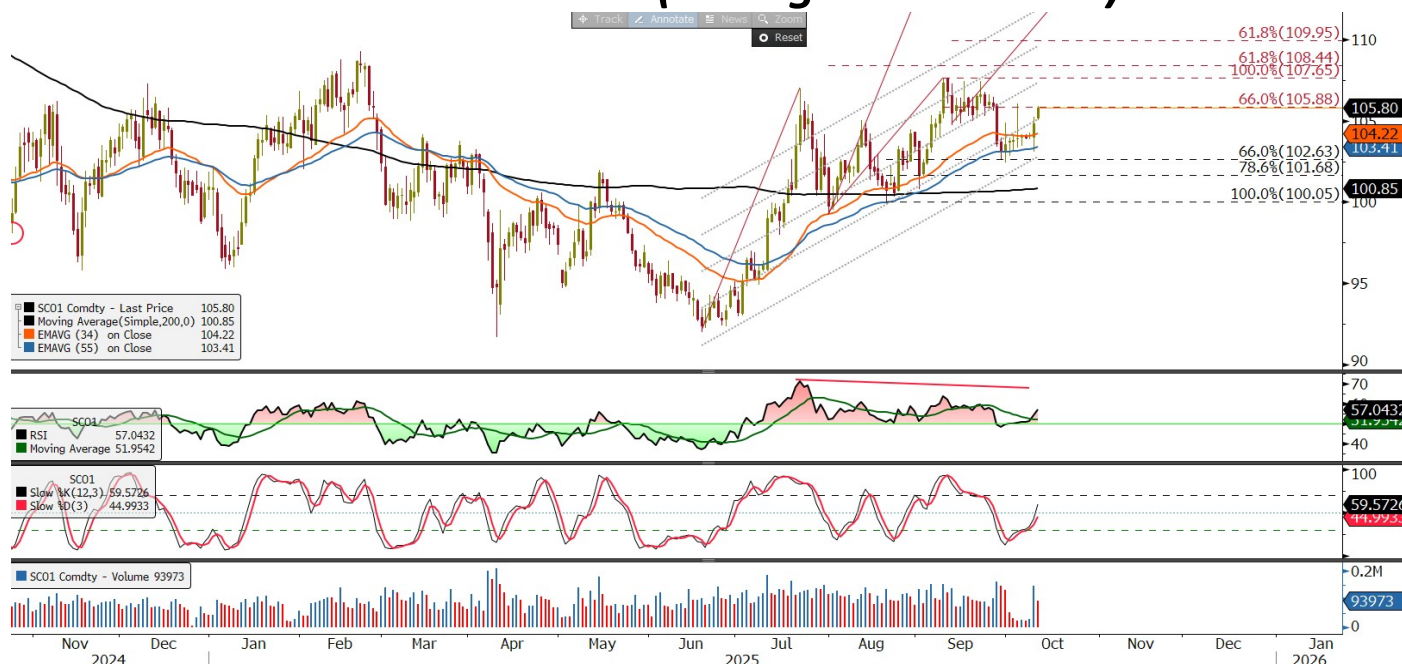


FIS Iron Ore Offshore

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

Iron Ore Oct 25 (rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	102.63	R1	105.88	105.80	RSI above 50	
S2	101.68	R2	107.65			
S3	100.05	R3	108.44			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (57)
- Stochastic is below 50
- Bullish based on price but in a corrective phase on the last report two weeks ago, the MA on the RSI implied that momentum was weakening. The futures had tested the USD 103.34 support, we noted that this level was two standard deviations below the linear regression line, warning we were starting to look overextended to the downside in the near-term. However, if we traded below the USD 102.63 support, then the probability of price trading to a new high would start to decrease, increasing the probability of the wave cycle failing. At that point, the linear regression would be run from high to low. Upside moves that failed at or below USD 106.21 would indicate there could be further downside within the corrective phase. Conversely, above this level would warn that the USD 107.65 fractal high could be tested and broken. Price action was weakening, the standard deviation suggested that we could be a little over extended to the downside in the near-term. However, this move lower was on a high volume dominant bear candle, warning the bullish Elliott wave cycle had a higher probability of failing.
- The futures sold to a low of USD 102.45 before consolidating around the USD 103.00 level during Golden Week, post holidays the futures have breached the USD 105.88 resistance, meaning the technical is back in bullish territory.
- Downside moves that hold at or above USD 102.63 will support a bull argument, below this level the technical will have a neutral bias. Note: this level is back in play due to the futures breaching the USD 105.88 resistance.
- Technically bullish, the upside move on high volume post Golden Week indicates buy-side support has entered the market, whilst the move above the USD 105.88 level is warning that the USD 107.65 fractal resistance could be tested and broken. With the wave cycle back in bullish territory we are again cautious on corrective moves lower, making USD 102.63 the key support to follow. If broken, then 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