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



Iron Ore Offshore Intraday Technical

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

Iron Ore Offshore Jan 26 Morning Technical Comment—240 Min Chart



Synopsis - Intraday

S3

Price is above the 34 - 55 period EMA's

105.18

102.62 R3

- RSI is above 50 (53)
- Stochastic is below 50
- Price is below daily pivot level USD 104.41
- Technically bullish on the last report, the futures had traded up to but not above the USD 105.00 fractal high. We noted that if broken, then we had a potential upside target at USD 106.76 for this phase of the cycle; conversely, market buyers should be cautious below the USD 104.00 fractal support, as it would warn that sell side pressure is increasing. In theory, downside moves should be considered as countertrend whilst below the USD 105.00 level.

Chart source Bloomberg

- The futures sold to a low of USD 103.85; however, we held above the intraday 200-period MA (USD 103.32), resulting in price finding light bid support. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 104.41 with the RSI at or above 57.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 101.86 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that we have light momentum weakness. However, our Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. Due to the deeper pullback, we now have a potential upside target at USD 106.26 for this phase of the cycle; if we trade below USD 101.86, then 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 <u>freightinvestorservices.com</u>