

# FIS Iron Ore Offshore

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## Iron Ore Jan 26 (rolling Front Month)



Support	Resistance	Current Price	Bull	Bear
S1	R1	100.90	RSI below 50	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 34 - 55-period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Technically bearish last week, the upside rejection meant that we had a failed swing high, warning the corrective move was looking more like a W, X, Y pattern, meaning the USD 100.85 fractal low was starting to look vulnerable. However, we noted that USD 101.36 was two standard deviations below the linear regression line, whilst the 200-period MA was at USD 100.94. Support levels were becoming vulnerable; however, the two STDV line an 200-MA suggested downside moves below USD 100.85 could struggle to hold.
- The futures have sold to a low of USD 100.25. We are below the EMA resistance band with the RSI below 50, intra-day price and momentum are aligned to the sell side.
- Upside moves that fail at or below USD 103.06 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI implies that momentum is weak at this point. However, the futures are trading on the 200-period MA (USD 100.96) whilst USD 100.67 is two standard deviations below the linear regression line, the RSI is also divergent with price, warning sell side momentum could slow down. The technical suggests caution on downside moves at these levels, as they could struggle to hold.