

FIS Iron Ore Offshore

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Iron Ore Jan 26 (rolling Front Month)



Support	Resistance	Current Price	Bull	Bear
S1	R1	104.40	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (53)
- Stochastic is overbought
- Technically bearish last week, the MA on the RSI implied that momentum was weak at that point. However, the futures were trading on the 200-period MA (USD 100.96) whilst USD 100.67 was two standard deviations below the linear regression line, the RSI was also divergent with price, warning sell side momentum could slow down. The technical suggests caution on downside moves at those levels, as they could struggle to hold.
- The futures held support resulting in price moving higher, we are above all key moving averages with the RSI above 50.
- 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 support. Intraday Elliott wave analysis indicated that downside moves should be considered as countertrend, providing we do not trade above the USD 105.00 level. If we do, then we have a near term upside target around the USD 105.95 based on lower timeframe Fibonacci projection levels. We will be cautious on upside breakouts, as the RSI is already divergent with price, warning we could see a momentum slowdown.