



Iron Ore Offshore Intraday Technical

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

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



Support		Resistance		Current Price	Bull	Bear
S1	102.40	R1	104.34	103.55		RSI below 50
S2	102.22	R2	104.91			
S3	101.20	R3	105.07			

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (41)
- Stochastic is below 50
- Price is below daily pivot level USD 104.34
- Technical Outlook Thursday: Bearish. Having traded to a low of USD 102.40, futures were finding light bid support, lifting the RSI back above its support zone. Elliott wave analysis, supported by the RSI making a new low, suggested that upside moves should be considered countertrend, making USD 107.02 the key resistance level to monitor. While price remained below this level, we remained cautious on higher moves. A break above USD 107.02 would signal increasing buy-side pressure, implying that the probability of price trading to a new low had been reduced. Near-term support had formed on lower volume, suggesting it was counter to the prevailing trend.
- The futures traded up to the intraday 200-period MA (USD 104.91) on Friday; however, the moves has failed to hold. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 104.34 with the RSI at or below 38 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buyside. Upside moves that fail at or below USD 107.02 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical Outlook: Bearish.
- The recent rally has rejected the intraday 200-period MA, while Elliott wave analysis suggest that upside moves should be considered as countertrend, making USD 107.02 the key resistance to follow. The MA rejection warns that the USD 102.40 fractal low is becoming vulnerable; however, at this point , the RSI moving average continues to imply we have momentum support. If price and momentum become aligned to the sell side, the odds of the USD 102.40 low being tested and broken will begin to increase. Conversely, a close that holds above the 200-period MA will imply intraday support, warning the USD 107.02 Fibonacci resistance could come under pressure. As highlighted previously, we continue to have a cautious approach on higher moves while below the USD 107.02 resistance.

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 freightinvestorservices.com