



# Iron Ore Offshore Intraday Technical

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

## Iron Ore Offshore July 26 Morning Technical Comment—240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	97.20	R1	97.55	Stochastic oversold	RSI below 50
S2	95.80	R2			
S3	93.82	R3			

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (28)
- Stochastic is oversold
- Price is below daily pivot level USD 98.60
- Technical Outlook Previously: Support vulnerable
- We noted last week that in theory the new low meant that the RSI was divergent against the low at USD 100.10 from the 08/06. However, when we looked at near-term momentum pressure on the downside move from the USD 103.10 high on the 10/06, we could see that price and the RSI were making new lows, signaling bearish momentum confirmation. The bearish momentum confirmation implied that support levels were considered as vulnerable, while our Fibonacci projection levels warn that we had the potential to trade as low as USD 95.80 within this phase of the cycle. Higher timeframe Elliott wave analysis continued to suggest that upside moves should be considered as countertrend. If we traded above USD 101.67 then the probability of the futures trading to a new low within this phase of the cycle would begin to decrease, warning the move higher could be part of a larger bearish pullback.
- The futures continue to sell to new lows. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 98.60 with the RSI at or above 36.5 will mean price and momentum are aligned to buyside. Upside moves that fail at or below USD 101.14 will leave the futures vulnerable to further tests to the downside, above this level, the technical will have a neutral bias
- Technical Outlook: Upside moves considered as countertrend
- Elliott wave analysis continues to suggest that we have a potential downside target at USD 95.80, while upside moves are still considered as countertrend, providing we remain below the USD 101.14 resistance. Pullbacks above USD 101.14 would be considered as deep into the last bull wave, warning that the probability of new lows being achieved within this phase of the cycle has started 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 [freightinvestorservices.com](http://freightinvestorservices.com)