



# 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	99.54	97.60		RSI below 50
S2	95.80	R2	101.14			
S3	93.82	R3	103.10			

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (34)
- Stochastic is above 50
- Price is below daily pivot level USD 98.32
- Technical Outlook Previously: Upside moves considered as countertrend
- Unchanged on the technical yesterday. Elliott wave analysis continued to suggest that upside moves should be considered as countertrend, providing we remained below the USD 101.14 resistance; conversely, Fibonacci projection levels indicated that we had a potential downside target at USD 95.80 for this phase of the cycle. We noted that the RSI was moving higher faster than price, resulting in a negative reversal pattern coming into play while below the USD 99.50 level. This was not a sell signal, but did warn that support levels remained vulnerable.
- The futures have tested but not traded below the USD 97.35 fractal low. 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 98.32 with the RSI at or above 42 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: Divergent below USD 97.35
- Price is not testing fractal support at USD 97.35. Market sellers should cautious on downside breakouts to a new low, as price will become divergent with the RSI. Not a buy signal, the divergence warns that we could see a momentum slowdown, confirmation from price will be needed. The move looks to consist of 5 wave, suggesting we could still be in a corrective wave A, indicating upside moves should be considered as countertrend, providing longer-term resistance at USD 106.95 is not breached. The technical indicates caution on downside moves at these levels.

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)