

Iron Ore Offshore June 20 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	87.95	R1	90.91		
S2	87.50	R2	93.53	RSI above 50	Stochastic overbought
S3	87.27	R3	94.34		

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (78)
- Stochastic overbought
- Price is above the pivot point at USD 87.95
- In trend but not considered a technical buy as above our USD 88.58 level. The futures remain in in trend above the 8—21 period EMA's signalling the market remains in trend
- Currently on a 5th wave upside move that is extending on the back of rising COVID-19 cases in Brazil that could potential tighten supply. This would suggest that we are looking at a larger Elliott cycle meaning that technical pullbacks are likely to be a wave 4 (to one larger degree shown on chart) and should be countertrend. It is also worth noting that wave 2 produced a deep pullback suggesting this move will be shallow (Elliott rule of alternation) meaning we may not test the top of the Fibonacci zone
- Technically bullish, in need of a pullbacks, downside moves could be shallow