

## Iron Ore Mar 21 (Rolling 3rd Month)



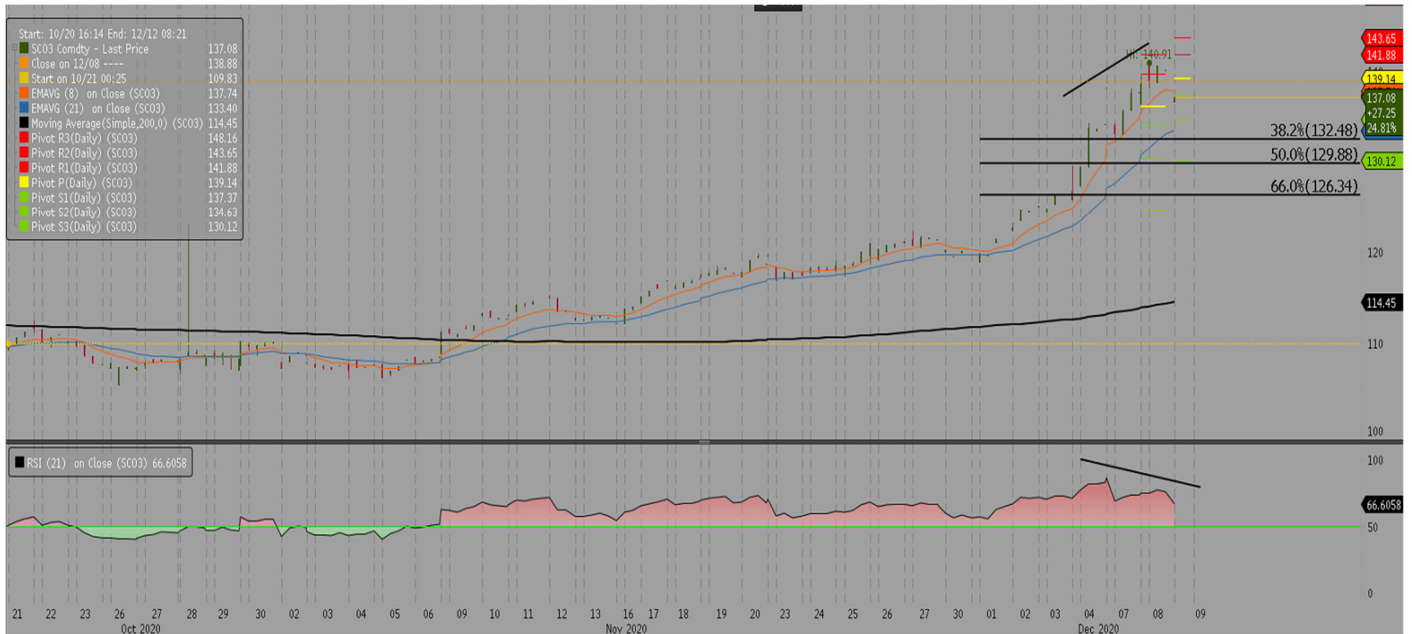
Support	Resistance	Current Price	Bull	Bear
S1	R1	137.08	RSI Above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21-period EMA's
- RSI is above 50
- Stochastic is overbought
- The RSI is above 50 and all key moving averages indicating the trend is bullish
- The RSI is at 74 having made a higher high. This would suggest that downside moves should be considered as countertrend and imply we are in a bullish Elliott wave 3. Wave 3 is often the longest wave and never the shortest. If the March futures do not trade up to USD 149.75 level, then the 5<sup>th</sup> and final wave will have to be shorter than the current wave we are in
- Downside moves that hold at or above the USD 117.45 level would keep the technical in bullish territory. Below this level the pullback would be considered as deep and the technical phase neutral. It would also bring into question the bullish Elliott wave count.
- The technical is bullish, the overextended RSI is warning we could be entering into a corrective countertrend phase soon as price has already started to pullback, indicated a corrective phase may have started

## Iron Ore Mar 21 (Rolling 3rd Month) Intraday (240 min)



	Support	Resistance	Current Price	Bull	Bear
S1	134.63	R1	139.14	RSI Above 50	Stochastic overbought
S2	132.48	R2	141.88		
S3	129.88	R3	143.65		

### Synopsis - Intraday

Source Bloomberg

- Price is between the 8 - 21-period EMA's
- RSI is above 50 (66)
- Stochastic is overbought
- The long-term trend remains technically bullish. However, the 4-hour candle price is now below the daily pivot point, with the RSI heading lower. Intraday price and the momentum are currently aligned to the sell side
- The stochastic is overbought with the RSI showing a negative divergence (Price is making a new high the RSI is not). The divergence is not a sell signal it is a warning that we have the potential to see a momentum slowdown soon.
- Upside moves on the 4-hour candle the close above the USD 139.14 level with the RSI at 75 or higher would mean intraday price and momentum are aligned to the buy side. The caveat is the RSI will still be showing a negative divergence meaning the although technically bullish the intraday technical would suggest the market is not a technical buy.
- Downside moves the hold above the USD 126.34 level would leave the market vulnerable to another test to the upside. Below this level then the pullback would be considered as deep and the probability of the corrective move been linked to a higher time frame would increase.