



Iron Ore Offshore Intraday Morning Technical

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Brent Feb 22 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	71.19	R1	72.08	71.10	Stochastic oversold	RSI below 50
S2	70.42	R2	72.55			
S3	69.64	R3	73.19			

Chart source Bloomberg

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot point USD 74.32
- As noted on Friday on the E.U close report USD 76.90 is the 50% retracement of the move on Friday making it a natural area for technical sellers. Price traded to a high of USD 77.02 before entering into a corrective phase. The futures are below all key MA's with the RSI below 50 keeping the trend in bear territory.
- Upside moves that fail at or below the USD 73.19 level remain vulnerable to further tests to the downside, above this level the intraday technical is considered as neutral whilst above USD 74.56 the intraday is considered to be bullish.
- The futures have made a lower low but the RSI is not, meaning we have a positive divergence in the market. Not a buy signal it does warn that we have the potential for a momentum slowdown. Technically bearish but not considered a technical sell at this point on the intraday

Iron Ore Offshore Dec 21 Morning Technical Comment – 240 Min Chart (rolling contract)



	Support	Resistance	Current Price	Bull	Bear	
S1	100.95	R1	101.80	RSI above 50	Stochastic overbought	
S2	98.46	R2				106.10
S3	97.19	R3				108.08

Chart source Bloomberg

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is overbought
- Price is above the daily pivot point at 100.95
- Repeated tests to the upside continue to fail to make a new high, however the following corrective move has held above the USD 98.46 intraday support keeping the technical in bull territory. Price is on the 8-period EMA supported by the RSI above 50, intraday price and momentum are aligned to the buyside
- Downside moves on the 4-hour candle that close below USD 100.95 with the RSI at or below 53.5 would mean intraday P&M are aligned to the sell side. Corrective moves lower below USD 98.46 would mean the intraday technical is considered as neutral/bullish
- The intraday technical continues to suggest that price should trade above USD 106.10, however at this point the futures will create a negative divergence meaning we are not considered a technical buy on a new high
- Price continues to find resistance at the daily EMA's (30-60)
- A conflicting technical as the intraday would suggest a new high before it enters a corrective phase; however, daily EMA's continue to hold firm giving the technical an element of neutrality.

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