



Oil and Ore Intraday Morning Technical

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Brent Feb 22 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	75.70	RSI above 50	Chart source Bloomberg
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is above 50 (53)
- Stochastic is Overbought
- Price is above the daily pivot point USD 74.93
- The upside move above the USD 75.70 level would be considered as deep into the last bear wave indicating the probability of the bear trap that we discussed on Friday looking less likely. Upside moves above the USD 76.70 would imply that the futures are potentially entering a new intraday bull cycle. Price is between the 8-21 period EMA's supported by the RSI above 50
- Corrective moves lower that hold at or above USD 75.04 will support a bull argument, below this level the pullback is deep into the last bull wave meaning the technical is neutral/bullish; below USD 73.80 the technical is bearish
- The technical is bearish neutral but price is holding above the Fibonacci support zone. Key resistance is now at USD 76.70 with support at USD 75.04, market bulls will not want to see intraday price trading below USD 73.80 as it would suggest a more complex corrective phase

Iron Ore Offshore Jan 22 Morning Technical Comment – 240 Min Chart (rolling contract)



Support	Resistance	Current Price	Bull	Bear
S1	112.88	115.20	RSI above 50	Stochastic overbought
S2	111.88			
S3	110.51			

Chart source Bloomberg

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Price is below the daily pivot point at 108.90
- Very little has changed on this technical
- As previously highlighted, the neutral RSI and oversold stochastic had warned that momentum was vulnerable to a move to the upside. The futures have moved higher resulting in price being above the 8-21 period EMA's supported by the RSI above 50, intraday P&M are aligned to the buyside
- As previously noted, based on the intraday Elliott wave cycle, corrective moves should have been considered as counter-trend. Downside support held with the futures trading to a new high, this has resulted in a negative divergence with the RSI, not a sell signal it does warn of the potential for a momentum slowdown
- Intraday Elliott wave analysis would indicate that resistance starts at USD 119.12 with a potential upside target based on the Williams approach at USD 126.23. It is important to note that the new high means the minimum requirement for phase/cycle completion has been achieved
- Downside moves the hold at or above USD 110.51 will support a bull argument, below USD 107.60 the technical is bearish. Technically bullish with the potential near-term target at USD 126.23

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