

## Iron Ore Offshore April 22 Morning Technical Comment – 240 Min Chart



	Support		Resistance	Current Price	Bull	Bear
S1	145.79	R1	152.05	150.25		RSI below 50
S2	144.10	R2	156.88			
S3	141.18	R3	160.69			

Chart source Bloomberg

## Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is below 50 (47)
- Stochastic is above 50
- Price is above the daily pivot point USD 141.02
- Yesterday we noted the futures have the potential to be in a complex corrective phase; although this does remain the case, the comments from the Chinese government overnight regarding the stabilisation of the economy cannot be ignored, as they have bullish implications for the market, warning upside resistance levels could be tested. Price is above the 8-21 period EMA's but the RSI is below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 141.02 with the RSI at or below 35 will mean price and momentum are aligned to the sell side. However, corrective moves lower that hold at or above USD 141.81 will support a bull argument, below this level the futures will target the USD 136.95 and USD 132.35 fractal support levels.
- Upside moves that fail at or below USD 156.88 will leave the technical vulnerable to further tests to the downside, above this level price will target the USD 166.69 and USD 167.15 resistance levels.
- The technical is neutral bullish on the offshore contract, the DCE however held above the RMB 729.5 support keeping the technical in bullish territory. Price will now target the RMB 838 fractal resistance, suggesting upside resistance levels in the offshore futures could be tested.