

Iron Ore Offshore July 22 Morning Technical Comment – 240 Min Chart



Support	Resistance	Current Price	Bull	Bear
S1	142.08	144.00	RSI above 50	Stochastic overbought
S2	139.34			
S3	137.58			
R1	146.68			
R2	149.65			
R3	151.17			

Chart source Bloomberg

Synopsis - Intraday

- Price is above the 8-21 period EMA
- RSI is above 50 (64)
- Stochastic is above 50
- Price is above the daily pivot point USD 142.08
- Both the June and July contracts broke resistance levels taking the technical from neutral/bullish to bullish. Price is above the 8-21 period EMA's supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 142.08 with the RSI at or above 68.5 will mean price and momentum are aligned to the buyside. Likewise, a close below this level will mean it is aligned to the sell side.
- Downside moves that hold at or above USD 135.18 will support a bull argument, below this level the futures will have a neutral bias.
- The RSI is making new highs suggesting support levels could hold in the near-term; however, upside moves above USD 145.05 have the potential to create a negative divergence with the RSI, not a sell signal, it does warn that we have the potential to see a momentum slowdown on a new high.
- Technically bullish, there are warning signs that we could soon enter a corrective phase.