

FIS Iron Ore Offshore

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Iron Ore Feb 23 (rolling Front Month)



	Support	Resistance	Current Price	Bull	Bear
S1	102.48	R1	117.20	RSI above 50	Stochastic overbought
S2	97.60	R2			
S3	90.97	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (66)
- Stochastic is overbought
- Technically we are in a bullish trending environment with price above the EMA support band with the RSI above 50.
- We have near-term support at USD 110.80, downside moves that hold at or above this level will support a bull argument. if broken the technical will have a neutral bias. Below USD 106.95 the technical is bearish.
- Using the William's approach, Elliott wave analysis would suggest we have a potential upside target as high as USD 129.07. However, we note that the wave 3 is shorter than the wave 1, this would suggest that the upside move in this cycle will be limited, as the wave 5 cannot be longer than the wave 3. We have a revised upside target at USD 126.92 (down from USD 129.07), we do not expect this phase of the cycle to trade above this level. Key longer-term support based off the current high low is at USD 90.91, downside moves that hold at or above this level would imply that there is a larger bull cycle in play. If the support is broken, then the probability of the futures entering a more protracted bear cycle will increase.
- Technically bullish, the futures are in divergence with the RSI, not a sell signal it is warning we have the potential to see a momentum slowdown and will need to be monitored. Based on the wave 3 being shorter than the wave 1 we have a maximum upside target of USD 126.92.

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