



Iron Ore Offshore Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Iron Ore Offshore June 23 Morning Technical Comment – 240 Min Chart



| Support | Resistance | Current Price | Bull | Bear |
|---------|------------|---------------|--------|--------------|
| S1 | 94.20 | R1 | 100.10 | RSI below 50 |
| S2 | 87.42 | R2 | 103.75 | |
| S3 | 75.00 | R3 | 106.70 | |

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (44)
- Stochastic is below 50
- Price is below daily pivot point USD 100.10
- Bearish with a neutral bias on the last report, the Ma was starting to flatten, indicating buyside momentum was starting to soften, making USD the key support to follow. We maintained our view based on intraday Elliott wave analysis that upside moves should be considered as countertrend. The futures have move lower with the USD 98.11 support being broken, price is below the EMA resistance band with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 100.10 with the RSI at or below 40 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 44.5 will mean it is aligned to the buyside.
- Technically we are bearish, the downside move below USD 98.11 is warning that the USD 94.20 fractal support is vulnerable. However, there is a very prominent divergence in play that would suggest caution on downside moves. This divergence is also bringing into question our Elliott wave cycle, as I am wondering if the 5 wave move lower that started in April is potentially the entirety of the wave C. This is the reason we are cautious on a move lower, as the divergence would suggest that if we move do lower, we could struggle to hold.