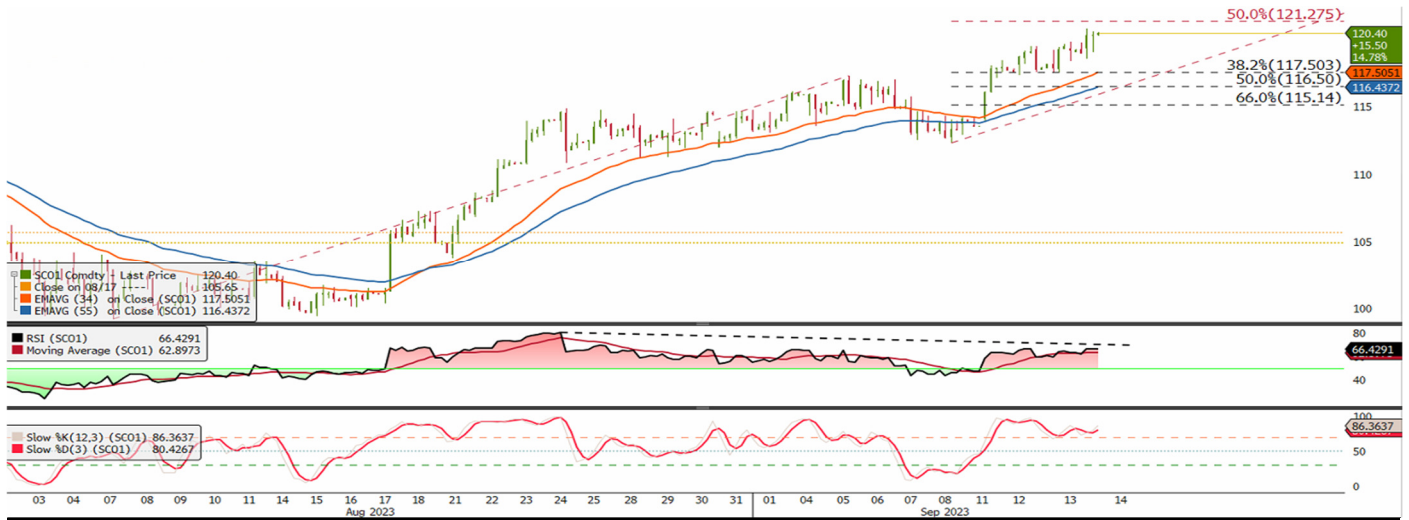




Iron Ore Offshore Intraday Morning Technical

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



	Support	Resistance	Current Price	Bull	Bear
S1	118.83	R1	121.27	RSI above 50	Stochastic overbought
S2	117.50	R2	123.40		
S3	116.50	R3	124.61		

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (66)
- Stochastic is overbought
- Price is above the daily pivot point USD 118.83
- Unchanged on the Technical yesterday, we remained bullish but in divergence with the RSI with wave analysis suggesting that we had a potential upside target at USD 123.40. A cautious bull due to the divergence that is in play. The futures continue to make new highs with price now approaching the USD 121.75 resistance. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 118.83 with the RSI at or below 60.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 115.14 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we now have divergences on the 1-and-4-hour charts. Although these are not sell signals, they are a warning that we could see a momentum slowdown. The fact we now have a lower timeframe divergence means that the futures are not considered a technical buy, as support levels are starting to look like they could come under pressure. In theory we are a cautious bull, in reality we look like we are exhausting and readying for a technical pullback.

Chart source Bloomberg