



Iron Ore Offshore Intraday Morning Technical

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

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



| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 118.98 | R1 | 123.48 | RSI above 50 | |
| S2 | 117.40 | R2 | 124.20 | | |
| S3 | 115.26 | R3 | 125.65 | | |

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (57)
- Stochastic is above 50
- Price is below the daily pivot point USD 123.48
- Technically unchanged yesterday, we remained in divergence on the 1-and-4-hour charts warning we could see a momentum slowdown. We continued to have a potential near-term upside target for this phase of the cycle at USD 127.10 with the longer-term Elliott wave cycle suggesting that downside moves would potentially be countertrend. Key support was at USD 115.26. the futures are USD 1.00 lower at USD 122.80. Price is above the EMA support band with the RSI above 50, intraday price and momentum are now aligned to the sell side.
- A close on the 4-hour candle above USD 123.48 with the RSI at or above 64.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above 115.26 will support a bull argument, below this level the technical will have a neutral bias.
- We remain technically bullish with the futures seeing a small move lower on the back of the negative divergence with the RSI. Intraday Elliott wave analysis continues to suggest that we have a potential upside target at USD 127.10 for this phase of the cycle; however, due to the divergence we have a note of caution on upside moves at this point. A close on the daily candle below USD 122.60 will warn that the EMA and Fibonacci support could be about to come under pressure. We maintain our view that downside moves should be considered as countertrend.

Chart source Bloomberg