

FIS Iron Ore Offshore

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Iron Ore Dec 23 (rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	125.68	R1	131.97	130.55	RSI above 50	
S2	122.82	R2	135.05			
S3	118.94	R3	139.00			

Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (59)
- Stochastic is below 50
- Price is above the weekly pivot point (USD 130.31)
- Technically bullish last week, there were warning signs that the upside move could enter a corrective phase due to the intraday divergence in play. However, due to the Elliott wave cycle extending, it meant that downside moves should be considered as countertrend. The MA on the RSI did warn that momentum was supported, but the RSI was moving below its MA, warning buyside momentum was starting to slow. If we closed below and held below the weekly pivot level (USD 131.90) with the RSI below its MA, then we could see the Fibonacci support zone start to come under pressure. A move below USD 118.94 would warn that the pullback is considered as deep into the last bull wave, meaning that the probability of the futures trading back to a new high would start to decrease. Due to the intraday divergence, we were cautious on upside moves above USD 135.05 at this point. The futures entered a corrective phase, resulting in the Fibonacci support zone being tested. The futures have held Fibonacci and EMA support with price moving higher, the RSI is still above 50 the futures price trading on the weekly pivot point.
- Downside moves that hold at or above USD 118.94 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside move that fail at or below 131.97 will level the futures vulnerable to further tests to the downside, above this level would suggest that the USD 135.05 fractal high could be tested.
- Technically bullish with intraday Elliott wave analysis continuing to warn that downside moves should be considered as countertrend. The MA on the RSI is moving lower, warning that momentum remains weak at this point. We are testing but currently remain below the USD 131.97 resistance, if we hold below this level, then it will warn that we could potentially enter a more complex corrective phase. Likewise, if we trade above this level, then resistance levels will start to look vulnerable. A close on the daily candle below USD 128.87 will warn that the USD 126.00 fractal low could be tested and broken. Key support remains unchanged at 118.94, if broken, then the probability of the futures trading to a new high will start to decrease.

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