



Iron Ore Offshore Intraday Morning Technical

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Iron Ore Offshore May 24 Morning Technical Comment – 240 Min Chart



Support	Resistance	Current Price	Bull	Bear
S1	R1	109.55	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (56)
- Stochastic is below 50
- Price is below the daily pivot point USD 111.65
- Technically bullish yesterday, the MA on the RSI warned that we had light momentum support; however, the 1-hour RSI was in divergence with the RSI. Not a sell signal, it warned that we could see a momentum slowdown which would need to be monitored. The futures have moved lower on the divergence with price now testing the EMA support band, the RSI is above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 111.65 with the RSI at or above 64 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 127.15 will warn that there is potentially a larger, bearish Elliott wave cycle in play. Likewise, downside moves that hold at or above USD 101.43 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are in a corrective phase having rejected the daily 55-period EMA whilst in divergence. The MA on the RSI is now flat, implying momentum is neutral. A close on the daily candle below the weekly pivot level (USD 106.52) will warn that sell side pressure is increasing, suggesting the USD 101.43 support could come under pressure. If the USD 101.43 level holds, it will imply that there is potentially a larger, bullish, Elliott wave cycle in play. Likewise, if broken, then the probability of the futures trading to a new high will start to decrease, warning the USD 95.40 fractal low could be tested. Based on lower timeframe Elliott wave analysis, we look to have had a 5-wave pattern higher, warning support levels are vulnerable in the near-term.

Chart source Bloomberg